Form 3160-3
(August 2007)

FORM APPROVED
OMB No. 1004-0136
Expires July 31, 2010

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No.
UTU0343

6. If Indian, Allottee or Tribe Name

1a. Type of Work: ☒ DRILL ☐ REENTER

7. If Unit or CA Agreement, Name and No.
CHAPITA WELLS UNI

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

8. Lease Name and Well No.
CHAPITA WELLS UNIT 747-07

2. Name of Operator
EOG RESOURCES, INC.
Contact: MARY A. MAESTAS
E-Mail: mary_maestas@eogresources.com

9. API Well No.
43-047-39941

3a. Address
600 17TH STREET SUITE 1000N
DENVER, CO 80202

3b. Phone No. (include area code)
Ph: 303-824-5526

10. Field and Pool, or Exploratory
NATURAL BUTTES/WASATCH

4. Location of Well *(Report location clearly and in accordance with any State requirements.*)*

At surface SWSE 604FSL 1866FEL 40.04493 N Lat, 109.36691 W Lon

At proposed prod. zone SWSE 604FSL 1866FEL 40.04493 N Lat, 109.36691 W Lon

11. Sec., T., R., M., or Blk. and Survey or Area
Sec 7 T9S R23E Mer SLB

14. Distance in miles and direction from nearest town or post office*
50.2 MILES SOUTH OF VERNAL, UT

12. County or Parish
UINTAH COUNTY

13. State
UT

15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)
604'

16. No. of Acres in Lease
632.00

17. Spacing Unit dedicated to this well

18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.
47'

19. Proposed Depth
7320 MD

20. BLM/BIA Bond No. on file
NM2308

21. Elevations (Show whether DF, KB, RT, GL, etc.
4892 GL

22. Approximate date work will start

23. Estimated duration
45 DAYS

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature (Electronic Submission) — Name (Printed/Typed): MARY A. MAESTAS Ph: 303-824-5526 — Date: 02/01/2008

Title: REGULATORY ASSISTANT

Approved by (Signature) — Name (Printed/Typed): BRADLEY G. HILL — Date: 02-11-08

Title — Office: ENVIRONMENTAL MANAGER

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional Operator Remarks (see next page)

Electronic Submission #58393 verified by the BLM Well Information System
For EOG RESOURCES, INC., sent to the Vernal

RECEIVED
FEB 04 2008
DIV. OF OIL, GAS & MINING

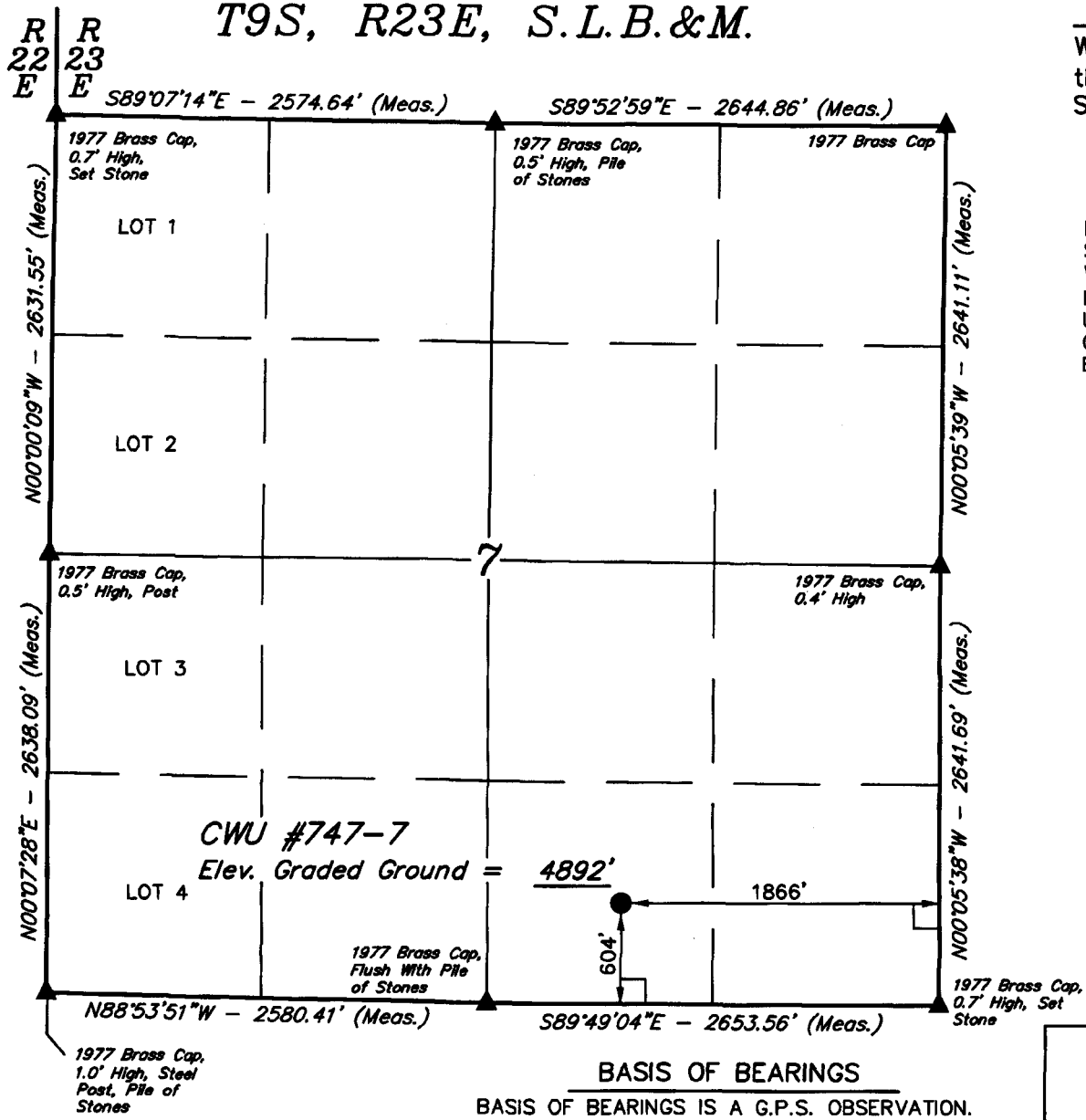
Federal Approval of this Action is Necessary

634376X
44338214
40.04508
-109.36698

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

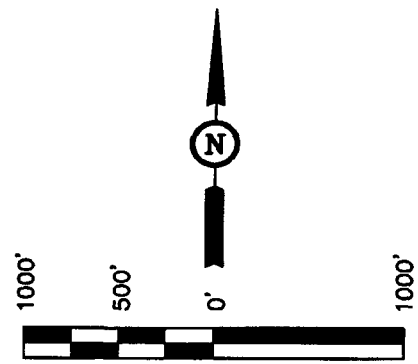
EOG RESOURCES, INC.

Well location, CWU #747-7, located as shown in the SW 1/4 SE 1/4 of Section 7, T9S, R23E, S.L.B.&M. Uintah County, Utah.



BASIS OF ELEVATION

BENCHMARK 58 EAM (1965) LOCATED IN THE NE 1/4 OF SECTION 30, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE, QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5132 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED LAND SURVEYOR
REGISTRATION NO. 161319
STATE OF UTAH

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.

(NAD 83)
LATITUDE = 40°02'41.74" (40.044928)
LONGITUDE = 109°22'00.88" (109.366911)
(NAD 27)
LATITUDE = 40°02'41.87" (40.044964)
LONGITUDE = 109°21'58.43" (109.366231)

LEGEND:

- ∟ = 90° SYMBOL
- ● = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

UINTAH ENGINEERING & LAND SURVEYING
85 SOUTH 200 EAST - VERNAL, UTAH 84078
(435) 789-1017

SCALE: 1" = 1000'	DATE SURVEYED: 01-02-08	DATE DRAWN: 01-09-08
PARTY: D.S. C.C.	REFERENCES: G.L.O. PLAT	
WEATHER: COLD	FILE: EOG RESOURCES, INC.	

EIGHT POINT PLAN

CHAPITA WELLS UNIT 747-07
SW/SE, SEC. 7, T9S, R23E, S.L.B.&M..
UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	TVD-RKB (ft)	Objective	Lithology	
Green River	1,834		Shale	
Wasatch	4,812	Primary	Sandstone	Gas
Chapita Wells	5,351	Primary	Sandstone	Gas
Buck Canyon	6,039	Primary	Sandstone	Gas
North Horn	6,738	Primary	Sandstone	Gas
KMV Price River	7,115		Sandstone	
TD	7,320			

Estimated TD: **7,320' or 200'± TD** **Anticipated BHP: 3,997 Psig**

1. Fresh Waters may exist in the upper, approximately 1,000 ft ± of the Green River Formation, with top at about 2,000 ft ±.
2. Cement isolation is installed to surface of the well isolating all zones by cement.

3. PRESSURE CONTROL EQUIPMENT:

Production Hole – 5000 Psig
BOP schematic diagrams attached.

4. CASING PROGRAM:

CASING	Hole Size	Length	Size	WEIGHT	Grade	Thread	Rating Collapse	Factor Burst	Tensile
Conductor	17 ½"	0 – 45'	13 ⅜"	48.0#	H-40	STC	770 PSI	1730 PSI	322,000#
Surface	12 ¼"	0 – 2,300' KB±	9-⅝"	36.0#	J-55	STC	2020 PSI	3520 Psi	394,000#
Production	7-7/8"	Surface – TD	4-½"	11.6#	N-80	LTC	6350 PSI	7780 Psi	233,000#

Note: 12-¼" surface hole will be drilled to a total depth of 200'± below the base of the Green River lost circulation zone and cased w/9-⅝" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

All casing will be new or inspected.

EIGHT POINT PLAN

CHAPITA WELLS UNIT 747-07
SW/SE, SEC. 7, T9S, R23E, S.L.B.&M..
UINTAH COUNTY, UTAH

5. Float Equipment:

Surface Hole Procedure (0'- 2300'±)

Guide Shoe
Insert Float Collar (PDC drillable)
Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

Production Hole Procedure (2300'± - TD):

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-½", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2nd joint.

6. MUD PROGRAM

Surface Hole Procedure (Surface - 2300'±):

Air/air mist or aerated water.

Production Hole Procedure (2300'± - TD): Anticipated mud weight 9.5 – 10.5 ppg depending on actual wellbore conditions encountered while drilling.

2300'± - TD A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

7. VARIANCE REQUESTS:

Reference: **Onshore Oil and Gas Order No. 1**
Onshore Oil and Gas Order No. 2 – Section E: Special Drilling Operations

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CHAPITA WELLS UNIT 747-07
SW/SE, SEC. 7, T9S, R23E, S.L.B.&M..
UINTAH COUNTY, UTAH

- EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line to be 100' in length. (Where possible, a straight run blooie line will be used).

- EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be approximately 75' in length.

- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring dedusting equipment. Dust during air drilling operations is controlled by water mist.

- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring an automatic igniter or continuous pilot light on the blooie line. (Not required on aerated water system).

- EOG Resources, Inc. requests a variance that compressors are located in the opposite direction from the blooie line a minimum of 100 feet from the well bore. (Air Compressors are rig mounted).

8. EVALUATION PROGRAM:

Logs: Mud log from base of surface casing to TD.
Cased-hole Logs: Cased-hole logs will be run in lieu of open-hole logs consisting of the following: **Cement Bond / Casing Collar Locator and Pulsed Neutron**

9. CEMENT PROGRAM:

Surface Hole Procedure (Surface - 2300'±):

Lead: **185 sks** Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% $CaCl_2$, 3 lb/sx GR3 ¼ #/sx Flocele mixed at 11 ppg, 3.82 ft^3/sk. yield, 23 gps water.

Tail: **207 sks** Class "G" cement with 2% $CaCl_2$, ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft^3/sk., 5.2 gps water.

Top Out: As necessary with Class "G" cement with 2% $CaCl_2$, ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft^3/sk., 5.2 gps water.

Note: Cement volumes will be calculated to bring lead cement to surface and tail cement to 500'above the casing shoe.

Production Hole Procedure (2300'± - TD)

Lead: **145 sks:** Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44 (Salt),0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29 (cello flakes) mixed at 11.0 ppg, 3.91 ft^3/sk., 24.5 gps water.

EIGHT POINT PLAN

CHAPITA WELLS UNIT 747-07
SW/SE, SEC. 7, T9S, R23E, S.L.B.&M..
UINTAH COUNTY, UTAH

Tail: **522 sks**: 50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075% D13 (Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at 14.1 ppg, 1.28 ft^3/sk., 5.9gps water.

Note: The above number of sacks is based on gauge-hole calculation.
Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe.
Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

Final Cement volumes will be based upon gauge-hole plus 45% excess.

10. ABNORMAL CONDITIONS:

Surface Hole (Surface - 2300'±):

Lost circulation

Production Hole (2300'± - TD):
Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

11. STANDARD REQUIRED EQUIPMENT:

A. Choke Manifold
B. Upper and Lower Kelly Cock
C. Stabbing Valve
D. Visual Mud Monitoring

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

13. AIR DRILLING OPERATIONS:

- Main Air Compressors are 1250 CFM 350 psi with 2000 psi Boosters and are rig mounted.
- Secondary Air Compressors are 1170 CFM 350 psi with 2000 psi Boosters and are rig mounted.

EIGHT POINT PLAN

CHAPITA WELLS UNIT 747-07
SW/SE, SEC. 7, T9S, R23E, S.L.B.&M..
UINTAH COUNTY, UTAH

- Minimum setting depth of conductor casing will be 60' GL or 10'± into competent formation, whichever is deeper, as determined by the EOG person in charge. Exceptions must be approved by an EOG drilling superintendent or manager.

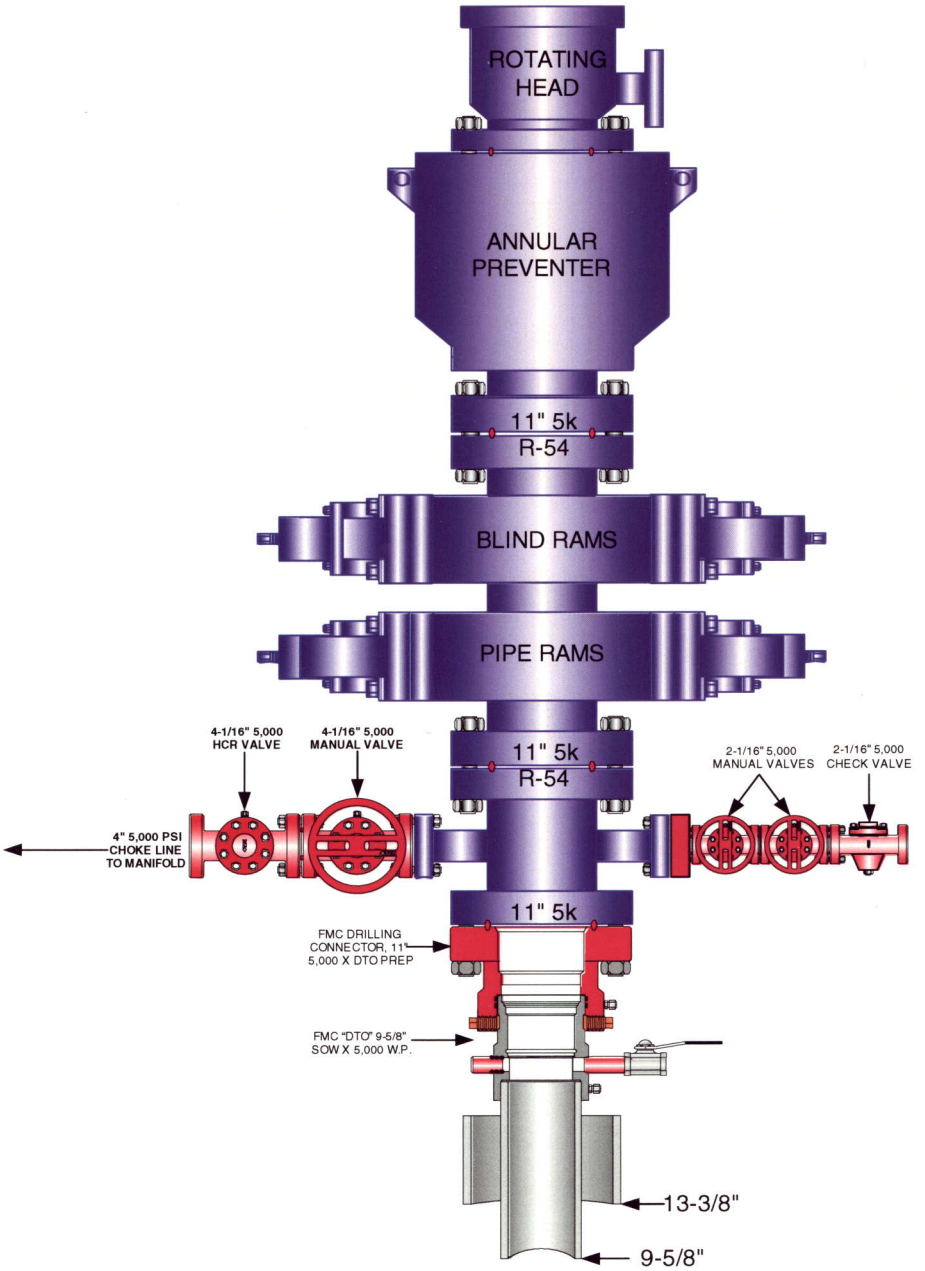
- The diameter of the diverter flow line will be a minimum of 10" to help reduce back pressure on the well bore during uncontrolled flow.

- Rat and Mouse hole drilling will occur only after surface casing has been set and cemented.

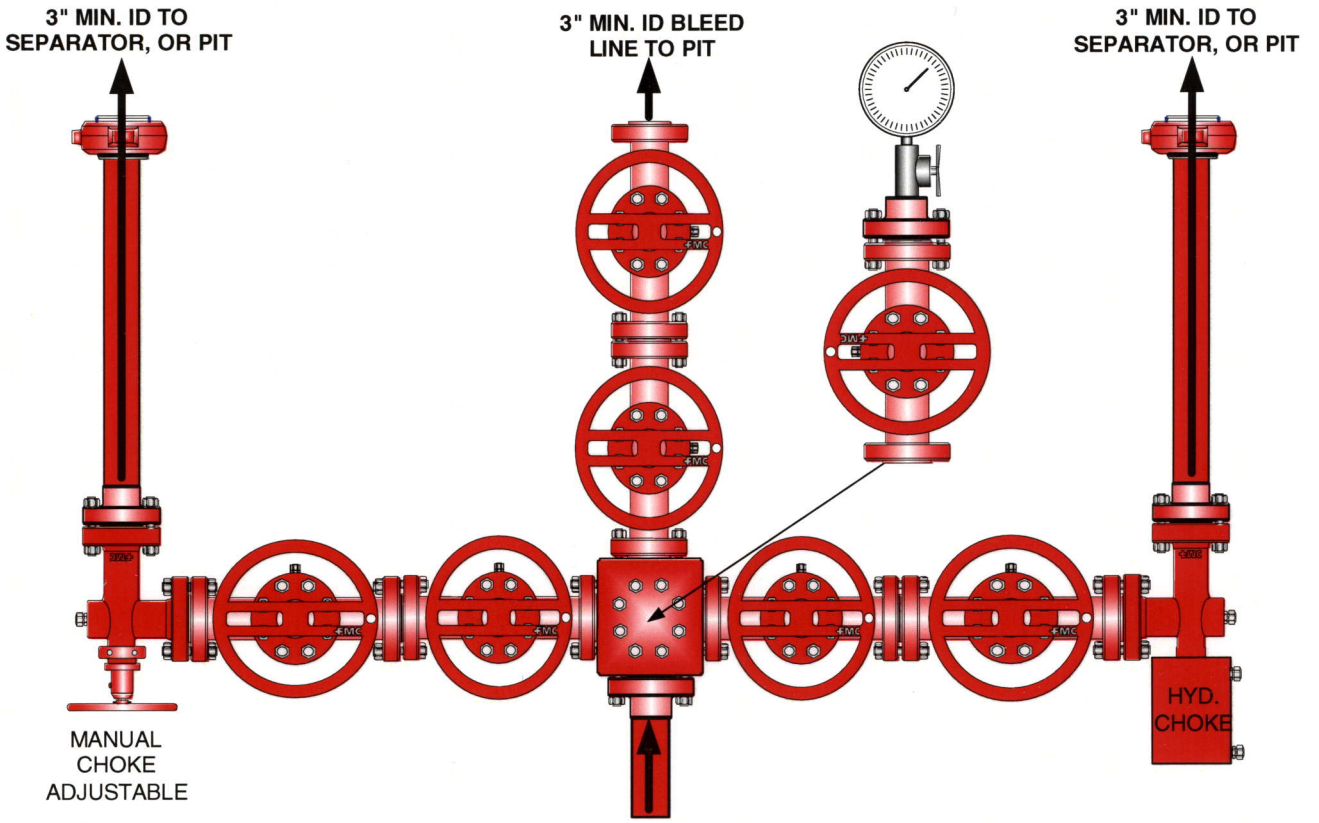
- EOG Resources, Inc. will use a properly maintained and lubricated stripper head.

(Attachment: BOP Schematic Diagram)

EOG RESOURCES 11" 5,000 PSI W.P. BOP CONFIGURATION



EOG RESOURCES CHOKE MANIFOLD CONFIGURATION W/ 5,000 PSI WP VALVES



Testing Procedure:

1. BOP will be tested with a professional tester to conform to Onshore Order #2.
2. Blind and Pipe rams will be tested to rated working pressure, 5,000 psi.
3. Annular Preventer will be tested to 50% working pressure, 2,500 psi.
   Casing will be tested to 0.22 psi / ft. or 1,500 psi. Not to exceed 70% of burst strength, whichever is greater.
4. All lines subject to well pressure will be tested to the same pressure as blind and pipe rams.
5. All BOPE specifications and configurations will meet Onshore Order #2 requirements.

eog resources

Chapita Wells Unit 747-07
SWSE, Section 7, T9S, R23E
Uintah County, Utah

SURFACE USE PLAN

The well pad is approximately 375 feet long with a 261-foot width, containing 2.25 acres more or less. New surface disturbance associated with the well pad is estimated to be 2.25 acres.

1. EXISTING ROADS:

A. See attached Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.

B. The proposed well site is located approximately 50.2 miles south of Vernal, Utah – See attached TOPO Map "A".

C. Refer to attached Topographic Map "A" showing labeled access route to location.

D. Existing roads will be maintained and repaired as necessary.

2. PLANNED ACCESS ROAD:

A. The existing access road for the Chapita Wells Unit 1047-07 will be used to access the proposed location. No new road will be required.

B. No additional storage areas will be needed for storing equipment, stockpiling, or vehicle parking.

All travel will be confined to existing access road rights-of-way.

Traveling off the 40-foot right-of-way will not be allowed. The access road and associated drainage structures will be constructed and maintained in accordance with road guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition, and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction. During the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and drainage ditches and culverts will be kept clear and free flowing.

3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS:

See attached TOPO map "C" for the location of wells within a one-mile radius.

4. LOCATION OF EXISTING AND/OR PROPOSED PRODUCTION FACILITIES:

A. On Well Pad

1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, two (2) 400-bbl vertical tanks and attaching piping.

2. Gas gathering lines – A 4" gathering line will be buried from dehy to the edge of the location.

B. Off Well Pad

1. No new off-pad pipeline will be required. The existing pipeline for the Chapita Wells Unit 1047-07 will be used to transport gas from the proposed location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. **All facilities will be painted with Carlsbad Canyon or Covert Green.** Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

5. LOCATION AND TYPE OF WATER SUPPLY:

A. Water supply will be Bonanza Power Plant water source in Sec 26, T8S, R23E, Uintah County, UT (State Water Right # 49-225(A31368)). Water will be hauled by a licensed trucking company.

B. Water will be hauled by a licensed trucking company.

C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIALS:

A. All construction material for this pipeline will be of native borrow and soil accumulated during the construction of the location.

B. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL:

A. METHODS AND LOCATION

1. Cuttings will be confined in the reserve pit.

2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.

3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.

4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, CWU 550-30N SWD, CWU 2-29 SWD, Red Wash Evaporation ponds 1, 2, 3 or 4 or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).

5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.

B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit, through natural or artificial methods, or removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with felt, and a 16-millimeter plastic liner. Sufficient bedding (i.e. weed free straw, or hay; felt; polyswell or soil) will be used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.

EOG Resources, Inc. maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances which are used during the course of construction, drilling, completion, and production operations for this project. Hazardous materials (substances) which may be found at the site may include drilling mud and cementing products which are primarily inhalation hazards, fuels (flammable and/or combustible), materials that may be necessary for well completion/ stimulation activities such as flammable or combustible substances and acids/gels (corrosives). The opportunity for Superfund Amendments and Reauthorization Act (SARA) listed Extremely Hazardous Substances (EHS) at the site is generally limited to proprietary treating chemicals. All hazardous and EHS and commercial preparations will be handled in an appropriate manner to minimize the potential for leaks or spills to the environment.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing or completion of the well.

8. ANCILLARY FACILITIES:

None anticipated.

9. WELL SITE LAYOUT:

A. Refer to attached well site plat for related topography cuts and fills and cross sections.

B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.

C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the south corner of the location. The flare pit will be located downwind of the prevailing wind direction on the southwest side of the location, a minimum of 100 feet from the wellhead and 30 feet from the reserve pit fence.

The stockpiled pit topsoil (first six inches) will be stored separate from the location topsoil south of corner #6. The stockpiled location topsoil will be stored in a location providing easy access for interim reclamation and protection of the topsoil. Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture from this location and then walked down with a Caterpillar tractor.

Access to the well pad will be from the east.

The corners of the well pad will be rounded off as needed to minimize excavation.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.)

B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.

C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.

D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distances between any two posts shall be no greater than 16 feet.

E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently counted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RECLAMATION OF THE SURFACE:

A. *Interim Reclamation (Producing Location)*

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of the well completion, or as soon as environmental conditions allow. Before any dirt takes place, the reserve pit must be completely dry and free of all foreign obstacles.

The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

Seed Mixture	Drilled Rate (lbs./acre PLS*)
HyCrest Wheatgrass	9.0
Prostrate Kochia	3.0

*Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

B. Dry Hole/Abandoned Location

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriated surface rehabilitation conditions of approval.

Seed Mixture	Drilled Rate (lbs./acre PLS*)
Wyoming Big Sage	1.0
Black Sage	2.0
Shadscale	3.0
Needle and Threadgrass	3.0
Hycrest Wheatgrass	1.0
Scarlet Globe Mallow	1.0

*Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

11. SURFACE OWNERSHIP:

Surface ownership of the proposed well site, access road, and pipeline route is as follows:

Bureau of Land Management

12. OTHER INFORMATION:

A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the Authorized Officer. Within five working days the Authorized Officer will inform the operator as to:

- Whether the materials appear eligible for the National Register of Historic Places;
- The mitigation measures the operator will likely have to undertake before the site can be used.
- A time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that required mitigation has been completed, the operator will then be allowed to resume construction.

B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application or herbicides or other pesticides or possible hazardous chemicals.

C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

D. The drilling rig and ancillary equipment will be removed from the location prior to commencement of completion operations. Completion operations will be conducted utilizing a completion/workover rig.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice of Lessees. The operator is fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Construction activity will not be conducted using frozen or saturated soils material or during periods when watershed damage is likely to occur.

If the existing access road, proposed access road, and proposed pad are dry during construction, drilling, and completion activities, water will be applied to help facilitate compaction during construction and to minimize soil loss as a result of wind erosion.

A cultural resources survey was conducted and will be submitted by Montgomery Archaeological Consultants. A paleontological survey was conducted and will be submitted by Intermountain Paleo.

Additional Surface Stipulations:

None.

LESSEE OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:

PERMITTING AGENT
Mary A. Maestas
EOG Resources, Inc.
1060 East Highway 40
Vernal, UT 84078
(435) 781-9111

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

The operator or his/her contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

CERTIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Please be advised that EOG Resources, Inc. is considered to be the operator of the Chapita Wells Unit 747-07 Well, located in the SWSE, of Section 7, T9S, R23E, Uintah County, Utah; Federal land and minerals; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is under Bond # NM 2308.

February 1, 2008
Date

Mary A. Maestas, Regulatory Assistant

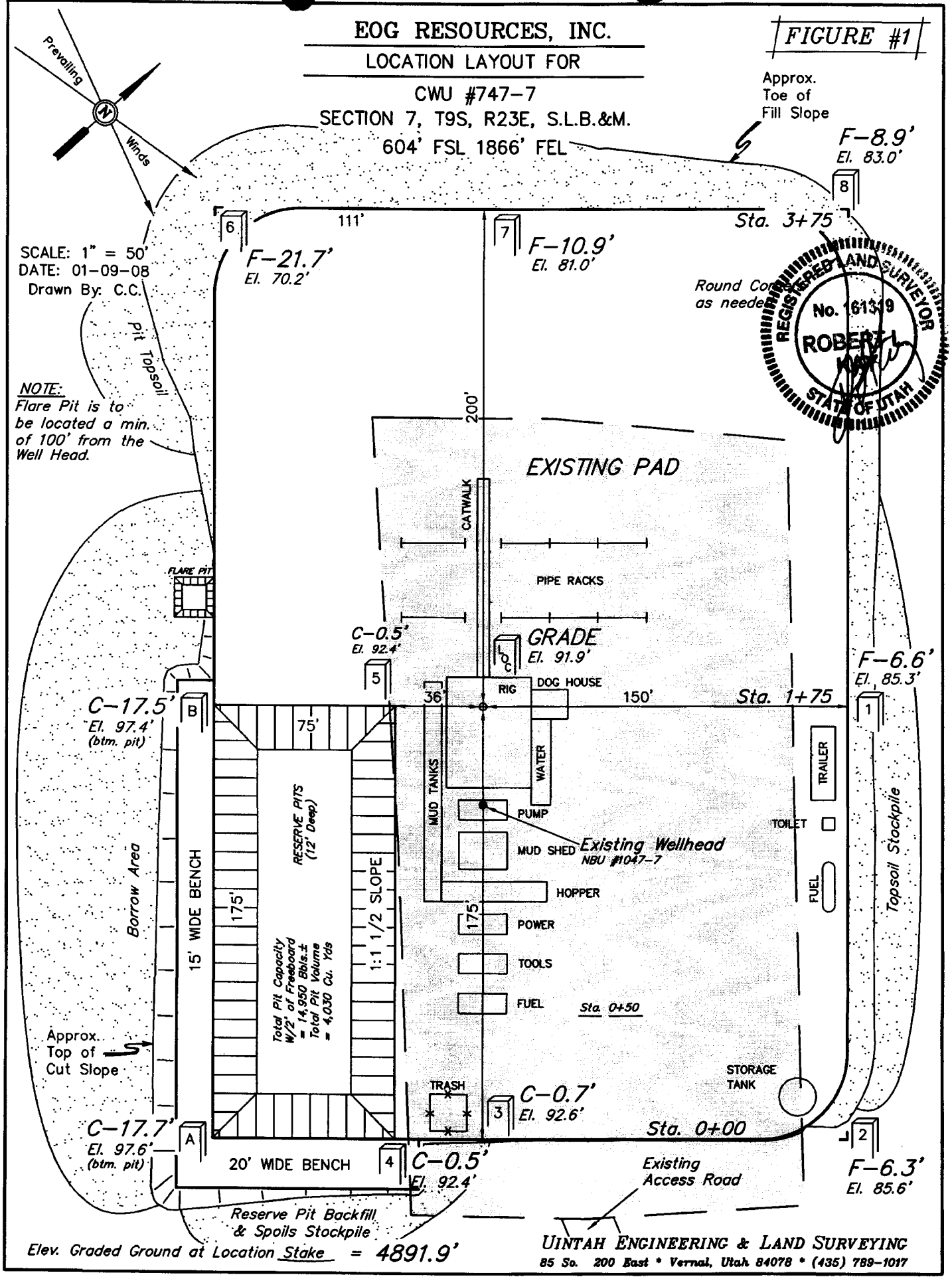
Date of onsite: January 24, 2008

EOG RESOURCES, INC.

LOCATION LAYOUT FOR

CWU #747-7
SECTION 7, T9S, R23E, S.L.B.&M.
604' FSL 1866' FEL

FIGURE #1



REGISTERED LAND SURVEYOR
No. 161319
ROBERT L. KAY
STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

EOG RESOURCES, INC.

TYPICAL CROSS SECTIONS FOR

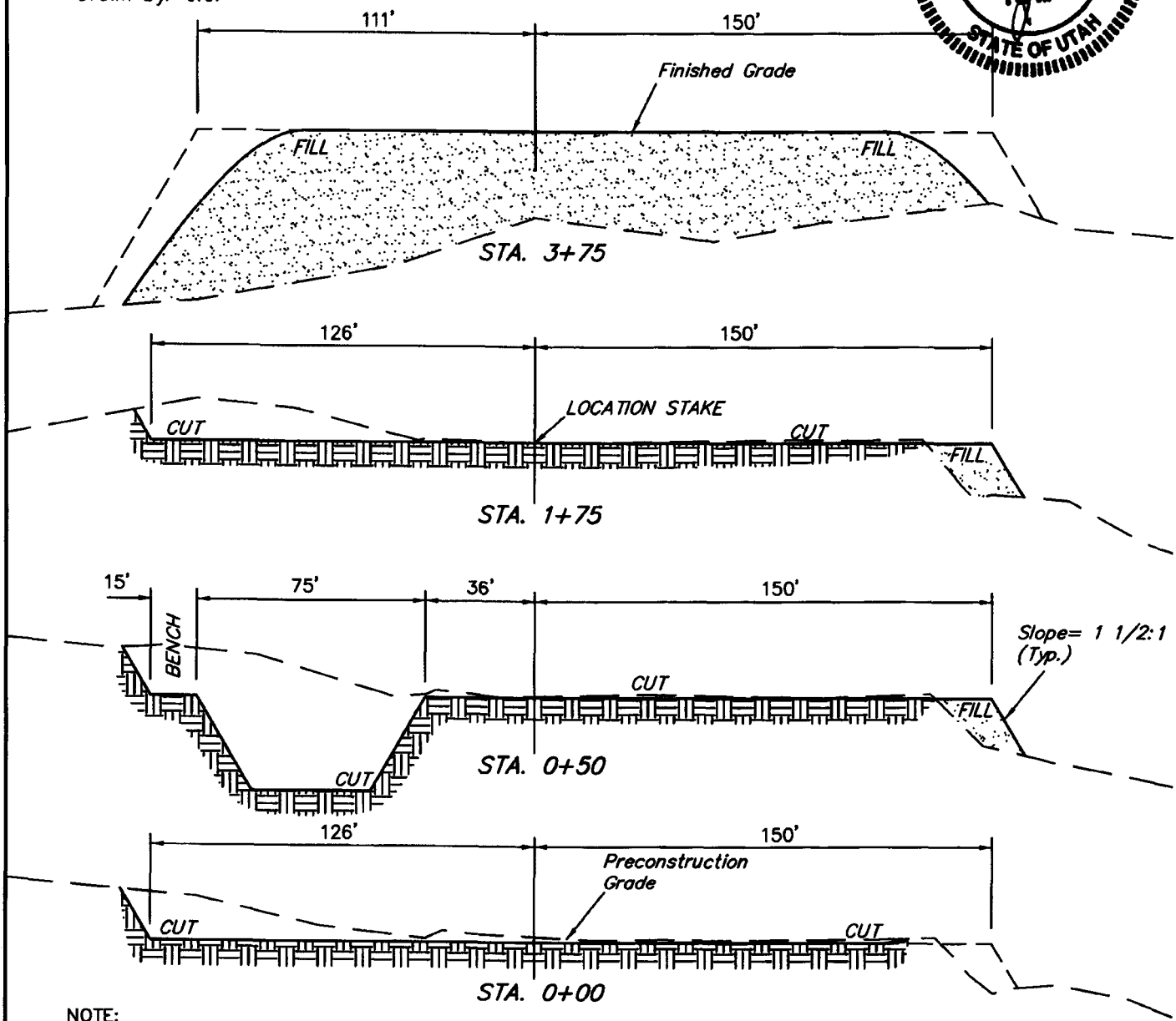
CWU #747-7
SECTION 7, T9S, R23E, S.L.B.&M.
604' FSL 1866' FEL

FIGURE #2

1" = 20'
X-Section Scale
1" = 50'

DATE: 01-09-08
Drawn By: C.C.

REGISTERED LAND SURVEYOR
No. 161319
ROBERT L. KAY
STATE OF UTAH



NOTE:
Topsoil should not be Stripped Below Finished Grade on Substructure Area.

* NOTE:
FILL QUANTITY INCLUDES 5% FOR COMPACTION

APPROXIMATE YARDAGES

(6") Topsoil Stripping	=	1,020 Cu. Yds.
Remaining Location	=	6,920 Cu. Yds.
TOTAL CUT	=	7,940 CU.YDS.
FILL	=	13,060 CU.YDS.

DEFICET MATERIAL	=	<5,120> Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	=	3,040 Cu. Yds.
DEFICET UNBALANCE (After Interim Rehabilitation)	=	<8,160> Cu. Yds.

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

EOG RESOURCES, INC.

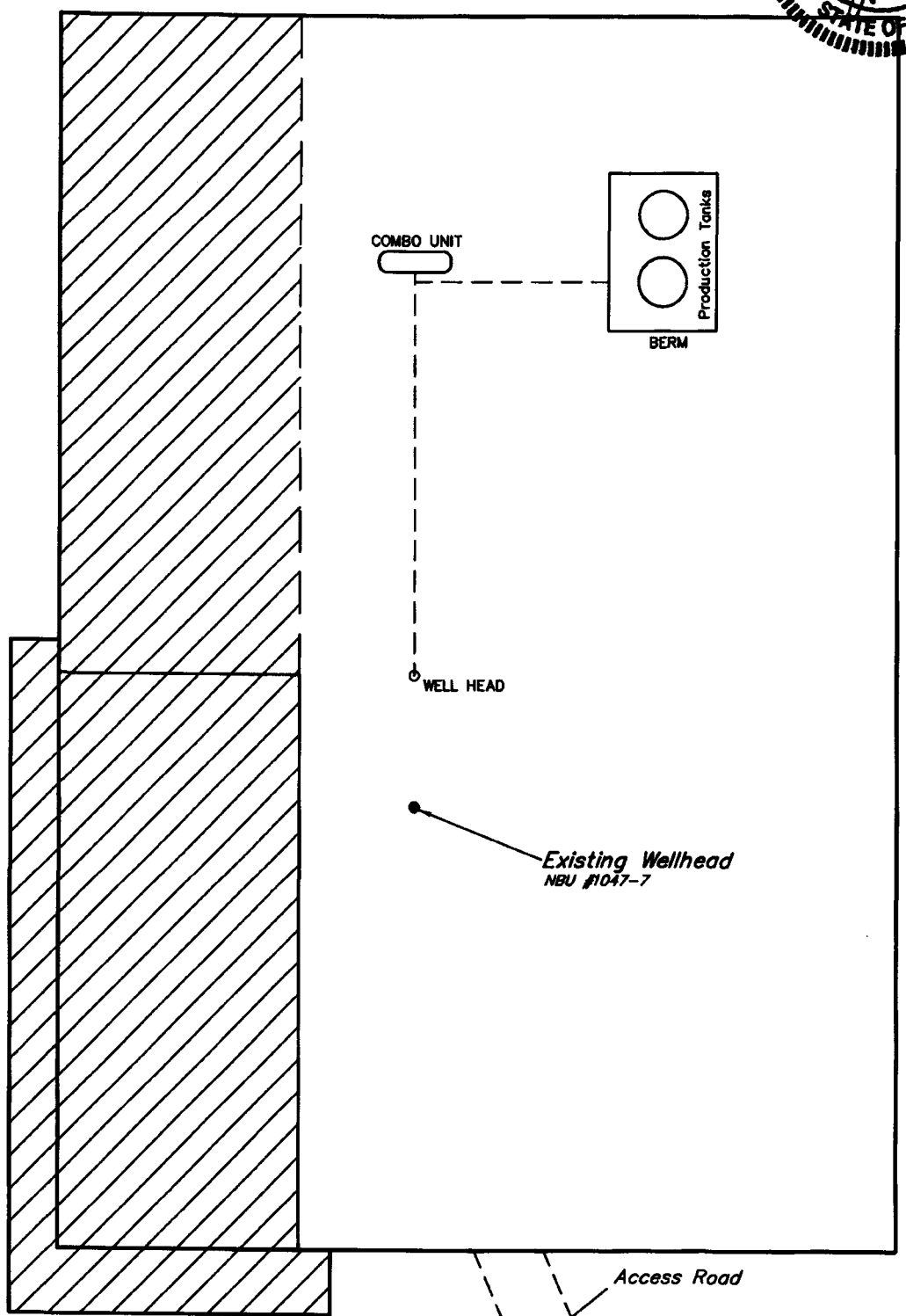
PRODUCTION FACILITY LAYOUT FOR

CWU #747-7
SECTION 7, T9S, R23E, S.L.B.&M.
604' FSL 1866' FEL

FIGURE #3

REGISTERED LAND SURVEYOR
No. 161319
ROBERT L. KAY
STATE OF UTAH

SCALE: 1" = 50'
DATE: 01-09-08
Drawn By: C.C.



RE-HABED AREA

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

EOG RESOURCES, INC.

CWU #747-7

LOCATED IN UINTAH COUNTY, UTAH
SECTION 7, T9S, R23E, S.L.B.&M.

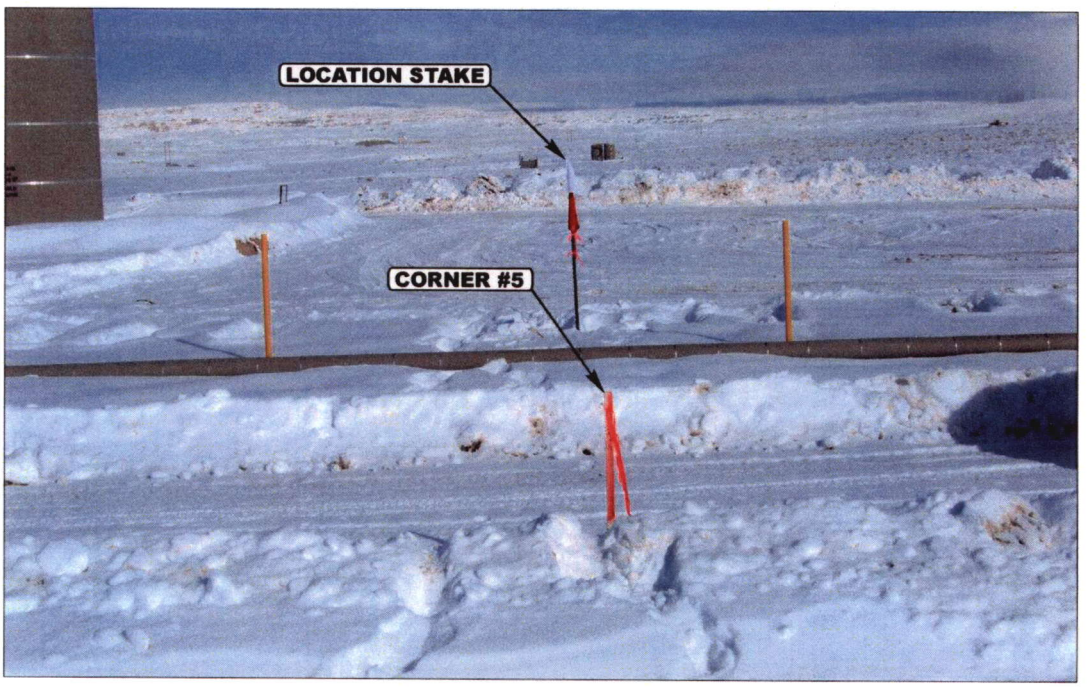


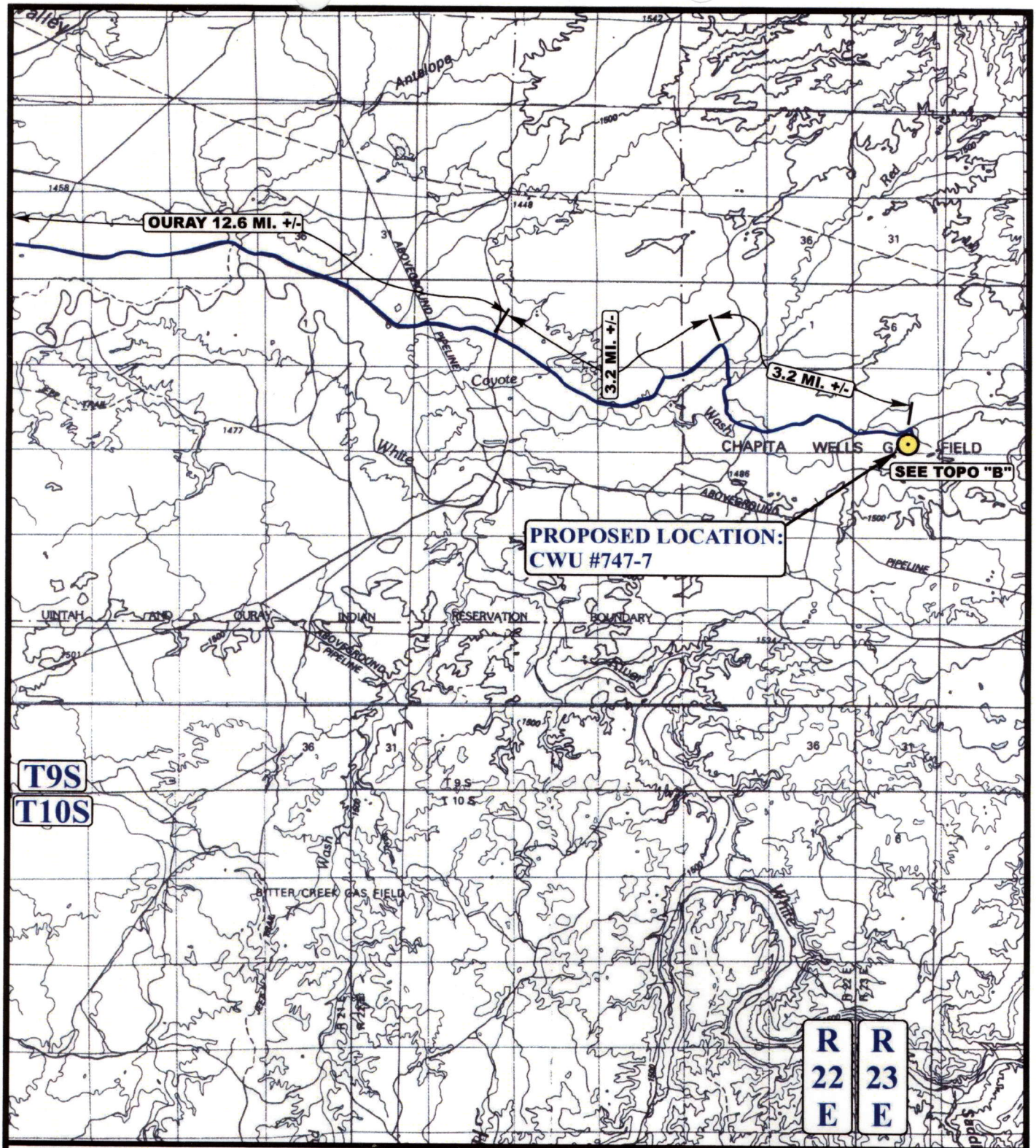
PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY

- Since 1964 -

Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

LOCATION PHOTO	01 MONTH	09 DAY	08 YEAR	PHOTO
TAKEN BY: D.S.	DRAWN BY: Z.L.	REVISED: 00-00-00		



LEGEND:

PROPOSED LOCATION

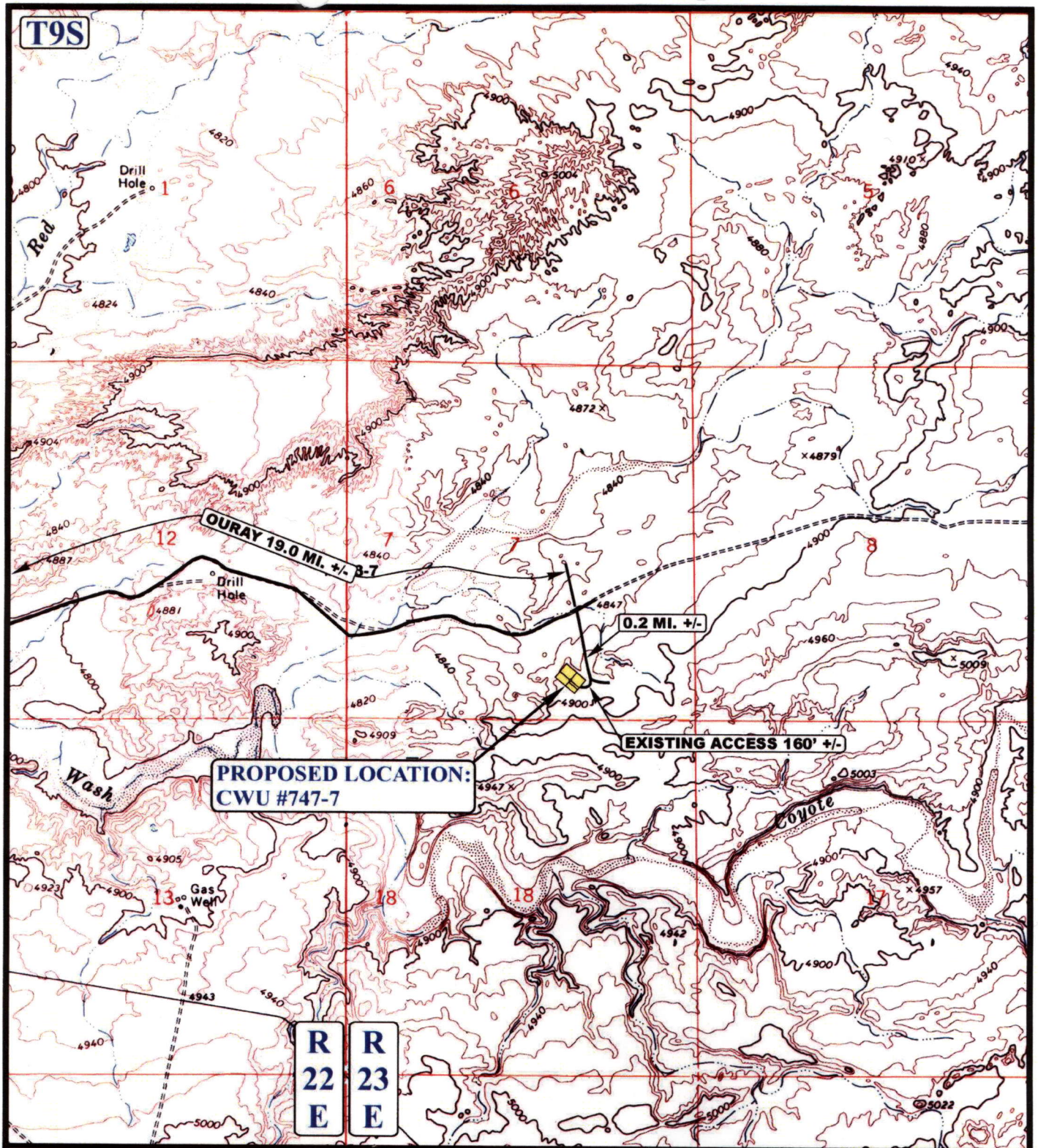
N

EOG RESOURCES, INC.

CWU #747-7
SECTION 7, T9S, R23E, S.L.B.&M.
604' FSL 1866' FEL

Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC MAP	01 MONTH	09 DAY	08 YEAR	A TOPO
SCALE: 1 : 100,000	DRAWN BY: Z.L.	REVISED: 00-00-00		



LEGEND:

EXISTING ROAD

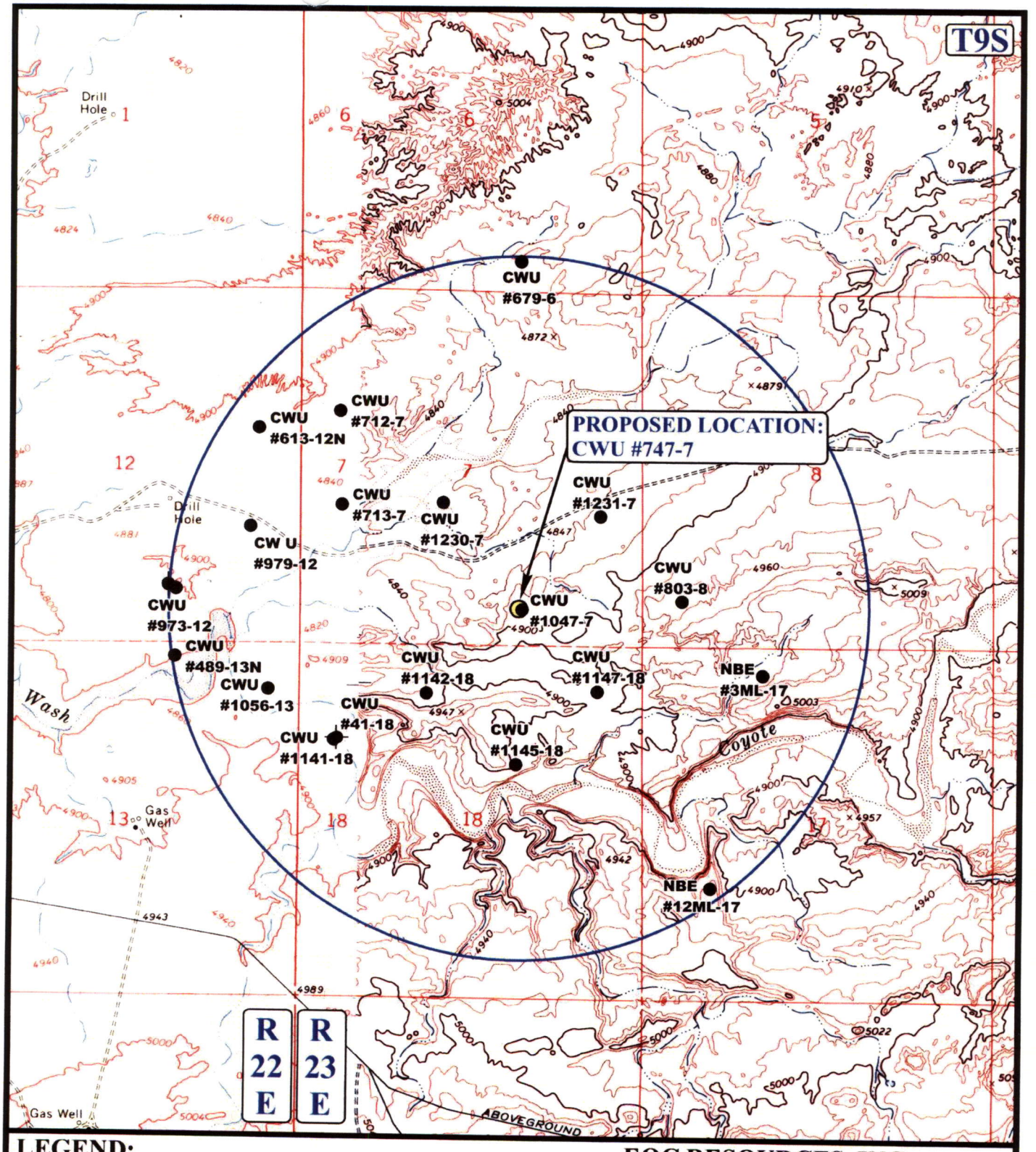
N

EOG RESOURCES, INC.

CWU #747-7
SECTION 7, T9S, R23E, S.L.B.&M.
604' FSL 1866' FEL

UELS
Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC MAP	01 MONTH	09 DAY	08 YEAR	B TOPO
SCALE: 1" = 2000'	DRAWN BY: Z.L.	REVISED: 00-00-00		



LEGEND:

- DISPOSAL WELLS
- PRODUCING WELLS
- SHUT IN WELLS
- WATER WELLS
- ABANDONED WELLS
- TEMPORARILY ABANDONED

N

EOG RESOURCES, INC.

CWU #747-7
SECTION 7, T9S, R23E, S.L.B.&M.
604' FSL 1866' FEL

Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC MAP	01 MONTH	09 DAY	08 YEAR	C TOPO
SCALE: 1" = 2000'	DRAWN BY: Z.L.	REVISED: 00-00-00		

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 02/04/2008

API NO. ASSIGNED: 43-047-39941

WELL NAME: CWU 747-07

OPERATOR: EOG RESOURCES, INC. (N9550)

PHONE NUMBER: 303-824-5526

CONTACT: MARY MAESTAS

PROPOSED LOCATION:

SWSE 07 090S 230E

SURFACE: 0604 FSL 1866 FEL

BOTTOM: 0604 FSL 1866 FEL

COUNTY: UINTAH

LATITUDE: 40.04501 LONGITUDE: -109.3662

UTM SURF EASTINGS: 639376 NORTHINGS: 4433821

FIELD NAME: NATURAL BUTTES (630)

INSPECT LOCATN BY: / /

Tech Review	Initials	Date
Engineering		
Geology		
Surface		

LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU0343

SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: WSTC

COALBED METHANE WELL? NO

RECEIVED AND/OR REVIEWED:

✓ Plat

✓ Bond: Fed[1] Ind[] Sta[] Fee[]
(No. NM 2308)

N Potash (Y/N)

N Oil Shale 190-5 (B) or 190-3 or 190-13

✓ Water Permit
(No. 49-225)

N RDCC Review (Y/N)
(Date:)

NA Fee Surf Agreement (Y/N)

NA Intent to Commingle (Y/N)

LOCATION AND SITING:

___ R649-2-3.

Unit: CHAPITA WELLS

___ R649-3-2. General

Siting: 460 From Qtr/Qtr & 920' Between Wells

___ R649-3-3. Exception

✓ Drilling Unit

Board Cause No: 179-8

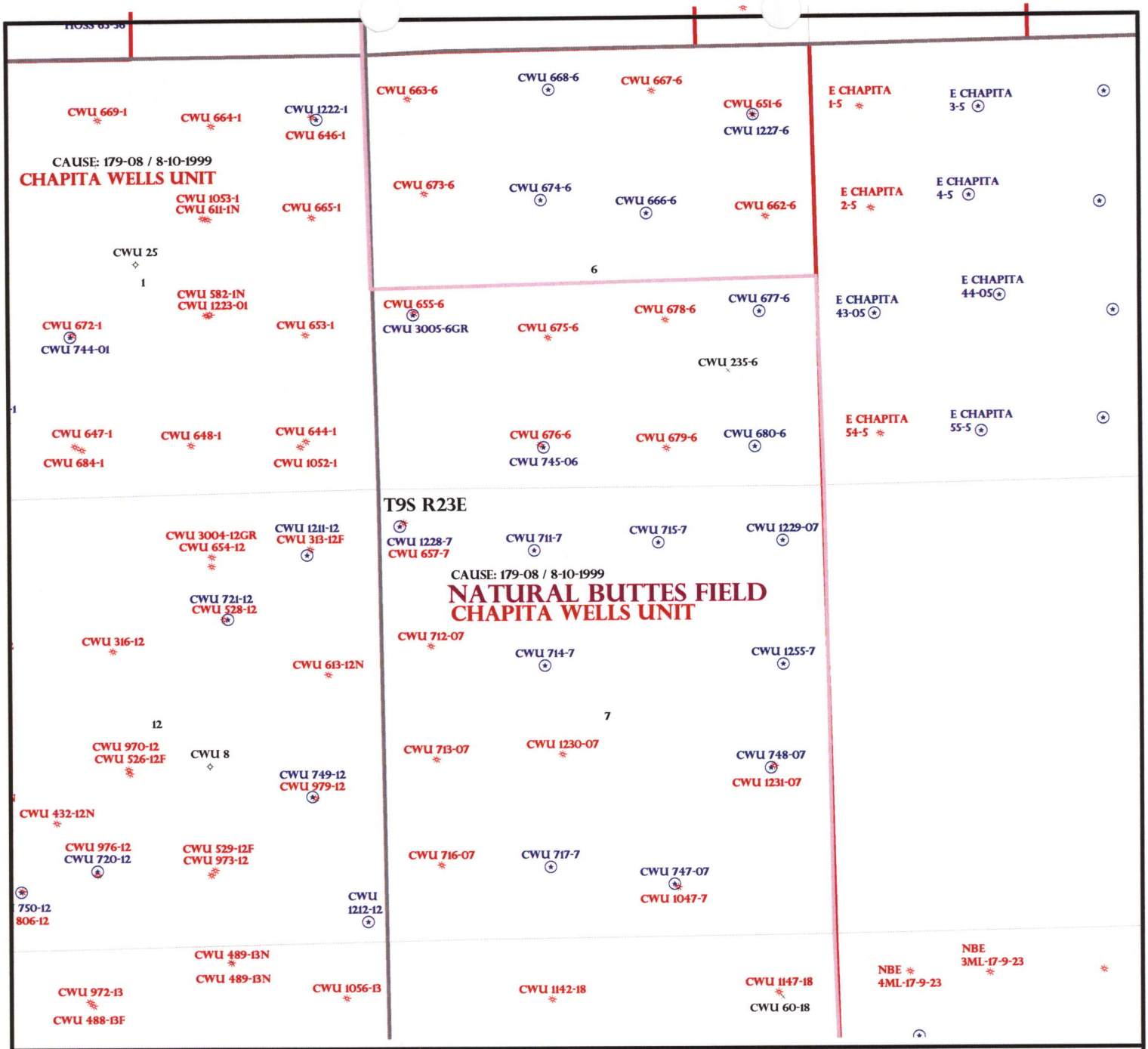
Eff Date: 8-10-1999

Siting: Suspends General Siting

___ R649-3-11. Directional Drill

COMMENTS:

STIPULATIONS: 1- Federal Approval



OPERATOR: EOG RESOURCES INC (N9550)

SEC: 6,7 T.9S R. 23E

FIELD: NATURAL BUTTES (630)

COUNTY: UINTAH

CAUSE: 179-08 / 8-10-1999

Field Status
- ABANDONED
- ACTIVE
- COMBINED
- INACTIVE
- PROPOSED
- STORAGE
- TERMINATED

Unit Status
- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

Wells Status
- GAS INJECTION
- GAS STORAGE
- LOCATION ABANDONED
- NEW LOCATION
- PLUGGED & ABANDONED
- PRODUCING GAS
- PRODUCING OIL
- SHUT-IN GAS
- SHUT-IN OIL
- TEMP. ABANDONED
- TEST WELL
- WATER INJECTION
- WATER SUPPLY
- WATER DISPOSAL
- DRILLING

UTAH DNR
OIL, GAS & MINING

N
W E
S

PREPARED BY: DIANA MASON
DATE: 07-FEBRUARY-2008

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO:
3160
(UT-922)

February 8, 2008

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2008 Plan of Development Chapita Wells Unit
Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Chapita Wells Unit, Uintah County, Utah.

API#	WELL NAME	LOCATION
(Proposed PZ Wasatch)		
43-047-39936	CWU 740-03	Sec 03 T09S R22E 0589 FNL 2072 FWL
43-047-39937	CWU 741-03	Sec 03 T09S R22E 0868 FSL 0503 FWL
43-047-39938	CWU 754-10	Sec 10 T09S R22E 2414 FNL 0308 FWL
43-047-39935	CWU 744-01	Sec 01 T09S R22E 1941 FSL 1776 FWL
43-047-39934	CWU 759-25	Sec 25 T09S R22E 0650 FNL 1834 FEL
43-047-39939	CWU 745-06	Sec 06 T09S R23E 0490 FSL 1959 FWL
43-047-39940	CWU 748-07	Sec 07 T09S R23E 1960 FSL 0702 FEL
43-047-39941	CWU 747-07	Sec 07 T09S R23E 0604 FSL 1866 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Chapita Wells Unit
Division of Oil Gas and Mining
Central Files
Agr. Sec. Chron
Fluid Chron

MCoulthard:mc:2-8-08

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah
DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

February 11, 2008

EOG Resources, Inc.
600 17th St., Ste. 1000N
Denver, CO 80202

Re: Chapita Wells Unit 747-07 Well, 604' FSL, 1866' FEL, SW SE, Sec. 7, T. 9 South, R. 23 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39941.

Sincerely,

Gil Hunt
Associate Director

pab
Enclosures

cc: Uintah County Assessor
Bureau of Land Management, Vernal Office

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801
telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • *www.ogm.utah.gov*

UTAH DNR OIL, GAS & MINING

Operator: EOG Resources, Inc.

Well Name & Number Chapita Wells Unit 747-07

API Number: 43-047-39941

Lease: UTU0343

Location: SW SE **Sec.** 7 **T.** 9 South **R.** 23 East

Conditions of Approval

1. General

   Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

   Notify the Division with 24 hours of spudding the well.

   - Contact Carol Daniels at (801) 538-5284.

   Notify the Division prior to commencing operations to plug and abandon the well.

   - Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

   All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

Form 3160-3
(August 2007)

FORM APPROVED
OMB No. 1004-0136
Expires July 31, 2010

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No.
UTU0343

6. If Indian, Allottee or Tribe Name

1a. Type of Work: ☒ DRILL ☐ REENTER

7. If Unit or CA Agreement, Name and No.
UTU63013X

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

8. Lease Name and Well No.
CWU 747-07

2. Name of Operator
EOG RESOURCES INC
Contact: MARY A. MAESTAS
E-Mail: mary_maestas@eogresources.com

9. API Well No.
43-047-39741

3a. Address
1060 EAST HIGHWAY 40
VERNAL, UT 84078

3b. Phone No. (include area code)
Ph: 303-824-5526

10. Field and Pool, or Exploratory
NATURAL BUTTES

4. Location of Well *(Report location clearly and in accordance with any State requirements.*)*

At surface SWSE 604FSL 1866FEL 40.04493 N Lat, 109.36691 W Lon

At proposed prod. zone SWSE 604FSL 1866FEL 40.04493 N Lat, 109.36691 W Lon

11. Sec., T., R., M., or Blk. and Survey or Area
Sec 7 T9S R23E Mer SLB
SME: BLM

14. Distance in miles and direction from nearest town or post office*
50.2 MILES SOUTH OF VERNAL, UT

12. County or Parish
UINTAH

13. State
UT

15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)
604'

16. No. of Acres in Lease
631.68

17. Spacing Unit dedicated to this well

18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.
47'

19. Proposed Depth
7320 MD

20. BLM/BIA Bond No. on file
NM2308

21. Elevations (Show whether DF, KB, RT, GL, etc.
4892 GL

22. Approximate date work will start

23. Estimated duration
45 DAYS

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature
(Electronic Submission)

Name (Printed/Typed)
MARY A. MAESTAS Ph: 303-824-5526

Date
02/01/2008

Title
REGULATORY ASSISTANT

Approved by (Signature)

Name (Printed/Typed)
JERRY KENCZKA

Date
4-18-2008

Title
Assistant Field Manager
Lands & Mineral Resources

Office
VERNAL FIELD OFFICE

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED
MAY 08 2008
DIV. OF OIL, GAS & MINING

Additional Operator Remarks (see next page)

Electronic Submission #58393 verified by the BLM Well Information System
For EOG RESOURCES INC, sent to the Vernal
Committed to AFMSS for processing by CINDY SEVERSON on 02/01/2008 (08CXS0091AE)

UDOGM

NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

NOS 01/18/2008

08GXJ1577AE

Posted 1/18/08

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE
170 South 500 East VERNAL, UT 84078 (435) 781-4400

CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:	**Kerr-McGee Oil & Gas Onshore, LP**	**Location:**	**SWSE, Sec. 7, T9S, R23E**
Well No:	**CWU 747-07**	**Lease No:**	**UTU-0343**
API No:	**43-047- 39941**	**Agreement:**	**Chapita Wells Unit**

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:		(435) 781-4475	(435) 828-4029
Supervisory NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:		(435) 781-4476	
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7482
NRS/Enviro Scientist:		(435) 781-3400	(435) 828-3544
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	(435) 828-4029
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. **This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.

- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

Site Specific Conditions of Approval

- Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an Interim Surface Reclamation Plan for surface disturbance on well pads, access roads, and pipelines. At a minimum, this would include the reshaping of the pad to the original contour to the extent possible; the respreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt. During interim management of the surface, use the following seed mix:

    - 9 lbs of HyCrest Wheat grass and 3 lbs of Kochia

- If paleontological materials are uncovered during construction, the operator is to immediately stop work, and contact the Authorized Officer (AO). A report will be prepared by the Paleontologist and submitted to the BLM at the completion of surface disturbing activities.

- All the culverts would be installed according to the BLM Gold Book.

- The road and well pad will have road base on the surface.

- Bury pipeline at all low water crossings.

- Permission from an authorized BLM representative would be required if construction or other operations occur during wet conditions that would lead to excessive rutting.

- Permission to clear all wildlife stipulations would only be approved by the BLM wildlife biologist during the specific timing for the species potentially affected by this action.

- Culverts and gravel may be installed as needed.

- Fill should not exceed the stakes at corners 6,7 and 8.

DOWNHOLE PROGRAM
CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- Production casing cement shall be brought up and into the surface casing. The minimum cement top is 200 ft above the surface casing shoe.

COA specification is consistent with operators performance standard stated in APD.

- A variance is granted for Onshore Order #2 Drilling Operations III. E. "Blooie line discharge 100 feet from well bore and securely anchored" Blooie line can be 75 feet.
- All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.

- A Gamma Ray well Log shall be run from the well Total Depth to the surface.
- A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

- Onshore Order no. #2 Drilling Operations III. E. 1.

- All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.
  variance(s) to Onshore Order #2 Drilling Operations III. E.
  requirement for deduster equipment
  requirement waived for deduster equipment

- Deduster equipment capabilities described by operator as function performed by continuous sprayer water mist
  automatic igniter or continuous pilot light on the blooie line
  requirement waived for ignitor and pilot light
  operators blooie line output fluid stream is an incombustible aerated water system
  blooie line fire prevention and suppression function operation achieved thru continuous aerated
    - water fluid stream flow
    - compressors located in opposite direction from the blooie line a minimum of 100 feet

- Compressors are truck mounted. Operators standard practice is to rig up with truck mounted compressors oriented ninety degrees to blooie line. Compressors are truck mounted with spark arresters.

- Conductor casing shall be set into competent formation at a depth of 60 ft, plus or minus 10 ft.

- COA specification is consistent with operators performance standard (operators shallow surface operations covered in part 13 Air Drilling Operations) stated in APD.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- **Cement baskets shall not be run on surface casing.**
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.

- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

- **Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.**

- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.

- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:

    - Operator name, address, and telephone number.
    - Well name and number.
    - Well location (¼¼, Sec., Twn, Rng, and P.M.).
    - Date well was placed in a producing status (date of first production for which royalty will be paid).
    - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
    - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
    - Unit agreement and/or participating area name and number, if applicable.
    - Communitization agreement number, if applicable.

- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.

- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.

- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.

- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.

- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.

- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall be removed from a well to be placed in a suspended status without prior approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of operations.

- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day

period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Form 3160-5
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

5. Lease Serial No.
UTU0343

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
CHAPITA WELLS UNI

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

8. Well Name and No.
CHAPITA WELLS UNIT 747-07

2. Name of Operator
EOG RESOURCES, INC.
Contact: MARY A. MAESTAS
E-Mail: mary_maestas@eogresources.com

9. API Well No.
43-047-39941

3a. Address
600 17TH STREET SUITE 1000N
DENVER, CO 80202

3b. Phone No. (include area code)
Ph: 303-824-5526

10. Field and Pool, or Exploratory
NATURAL BUTTES

4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)*
Sec 7 T9S R23E SWSE 604FSL 1866FEL
40.04493 N Lat, 109.36691 W Lon

11. County or Parish, and State
UINTAH COUNTY, UT

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Well Spud
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

The referenced well spud on 10/14/2008.

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #63922 verified by the BLM Well Information System
For EOG RESOURCES, INC., sent to the Vernal

Name *(Printed/Typed)* MARY A. MAESTAS — Title REGULATORY ASSISTANT

Signature (Electronic Submission) — Date 10/15/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____ Title _____ Date _____

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office _____

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

RECEIVED
OCT 21 2008
DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 6

ENTITY ACTION FORM

Operator: EOG Resources, Inc.
Operator Account Number: N 9550
Address: 600 17th St., Suite 1000N
city Denver
state CO zip 80202
Phone Number: (303) 824-5526

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-39593	CWU 1180-14		NWNE	14	9S	22E	Uintah
Action Code	**Current Entity Number**	**New Entity Number**	**Spud Date**			**Entity Assignment Effective Date**	
B	99999	13650	10/14/2008			10/28/08	

Comments: Mesaverde well

Well 2

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-39941	CWU 747-07		SWSE	7	9S	23E	Uintah
Action Code	**Current Entity Number**	**New Entity Number**	**Spud Date**			**Entity Assignment Effective Date**	
~~B~~ PA	99999	17167	10/14/2008			10/28/08	

Comments: Wasatch well not in PA

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-39062	CWU 1212-12		SESE	12	9S	22E	Uintah
Action Code	**Current Entity Number**	**New Entity Number**	**Spud Date**			**Entity Assignment Effective Date**	
B	99999	4905	10/15/2008			10/28/08	

Comments: Wasatch well

ACTION CODES:
- **A** - Establish new entity for new well (single well only)
- **B** - Add new well to existing entity (group or unit well)
- **C** - Re-assign well from one existing entity to another existing entity
- **D** - Re-assign well from one existing entity to a new entity
- **E** - Other (Explain in 'comments' section)

Mary A. Maestas
Name (Please Print)
Mary A. Maestas
Signature
Regulatory Assistant
Title
10/15/2008
Date

RECEIVED
OCT 28 2008
DIV. OF OIL, GAS & MINING

(5/2000)

Form 3160-5
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

5. Lease Serial No.
UTU0343

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
CHAPITA WELLS

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

8. Well Name and No.
CHAPITA WELLS UNIT 747-07

2. Name of Operator
EOG RESOURCES, INC.
Contact: MICKENZIE THACKER
E-Mail: MICKENZIE_THACKER@EOGRESOURCES.COM

9. API Well No.
43-047-39941

3a. Address
1060 E. HWY 40
VERNAL, UT 84078

3b. Phone No. (include area code)
Ph: 453-781-9145

10. Field and Pool, or Exploratory
NATURAL BUTTES

4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)*
Sec 7 T9S R23E SWSE 604FSL 1866FEL
40.04493 N Lat, 109.36691 W Lon

11. County or Parish, and State
UINTAH COUNTY, UT

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Production Start-up
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

The referenced well was turned to sales on 1/14/2009. Please see the attached operations summary report for drilling and completion operations performed on the subject well.

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #66472 verified by the BLM Well Information System
For EOG RESOURCES, INC., sent to the Vernal

Name *(Printed/Typed)* MICKENZIE THACKER — Title OPERATIONS CLERK

Signature (Electronic Submission) — Date 01/20/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By — Title — Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. — Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED**

RECEIVED
JAN 22 2009
DIV. OF OIL, GAS & MINING

WELL CHRONOLOGY REPORT

Report Generated On: 01-16-2009

Well Name	CWU 747-07	**Well Type**	DEVG	**Division**	DENVER
Field	CHAPITA WELLS	**API #**	43-047-39941	**Well Class**	1SA
County, State	UINTAH, UT	**Spud Date**	11-12-2008	**Class Date**	01-14-2009
Tax Credit	N	**TVD / MD**	7,320/ 7,320	**Property #**	062291
Water Depth	0	**Last CSG**	2.375	**Shoe TVD / MD**	5,173/ 5,173
KB / GL Elev	4,905/ 4,892				
Location	Section 7, T9S, R23E, SWSE, 604 FSL & 1866 FEL				

Event No	1.0	**Description**	DRILL & COMPLETE		
Operator	EOG RESOURCES, INC	**WI %**	100.0	**NRI %**	81.75

AFE No	304961	**AFE Total**	1,303,600	**DHC / CWC**	694,700/ 608,900				
Rig Contr	ELENBURG	**Rig Name**	ELENBURG #28	**Start Date**	02-28-2008	**Release Date**	11-16-2008		
02-28-2008	**Reported By**								
DailyCosts: Drilling	$0	**Completion**	$0	**Daily Total**	$0				
Cum Costs: Drilling	$0	**Completion**	$0	**Well Total**	$0				
MD	0	**TVD**	0	**Progress**	0	**Days**	0	**MW**	0.0	**Visc**	0.0
Formation :		**PBTD :** 0.0		**Perf :**		**PKR Depth :** 0.0			

Activity at Report Time: LOCATION DATA

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION DATA 604' FSL & 1866' FEL (SW/SE) SECTION 7, T9S, R23E UINTAH COUNTY, UTAH LAT 40.044928, LONG 109.366911 (NAD 83) LAT 40.044964, LONG 109.366231 (NAD 27) ELENBURG #28 OBJECTIVE: 7320' MD/TVD, WASATCH DW/GAS OBJECTIVE: CHAPITA WELLS PROSPECT DD&A: NATURAL BUTTES NATURAL BUTTES FIELD LEASE: UTU-0343 ELEVATION: 4891.9' NAT GL, 4891.9' PREP GL (DUE TO ROUNDING PREP GL IS 4892') 4905' KB (13') EOG BPO WI 100%, NRI 81.75% EOG APO WI 50%, NRI 43.5%

10-08-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $75,000 **Completion** $0 **Daily Total** $75,000
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 0 **TVD** 0 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION STARTED.

10-09-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 0 **TVD** 0 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 10% COMPLETE.

10-10-2008 **Reported By** BYRON TOLMAN

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 0 **TVD** 0 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 25% COMPLETE.

10-13-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 0 **TVD** 0 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 30% COMPLETE.

10-14-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 0 **TVD** 0 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 45% COMPLETE.

10-15-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 45% COMPLETE. ROCKY MOUNTAIN DRILLING SPUD A 20" HOLE ON 10/14/08 @ 5:30 PM, SET 60' OF 14" CONDUCTOR. CEMENT TO SURFACE WITH READY MIX. JERRY BARNES NOTIFIED CAROL DANIELS W/UDOGM AND MICHAEL LEE W/BLM OF THE SPUD 10/14/08 @ 4:30 PM.

10-16-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	ROCKED OUT. DRILLING ROCK.

10-17-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	DRILLING ROCK.

10-20-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	WAITING ON POWDER.

10-21-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling $0 **Completion** $0 **Daily Total** $0
Cum Costs: Drilling $75,000 **Completion** $0 **Well Total** $75,000
MD 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0
Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0
Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	WAITING ON POWDER.

10-22-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling	$0	**Completion**	$0	**Daily Total**	$0
Cum Costs: Drilling	$75,000	**Completion**	$0	**Well Total**	$75,000

MD	60	**TVD**	60	**Progress**	0	**Days**	0	**MW**	0.0 **Visc** 0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	SHOOTING TODAY.

10-23-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling	$0	**Completion**	$0	**Daily Total**	$0
Cum Costs: Drilling	$75,000	**Completion**	$0	**Well Total**	$75,000

MD	60	**TVD**	60	**Progress**	0	**Days**	0	**MW**	0.0 **Visc** 0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	SHOOTING TODAY.

10-24-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling	$0	**Completion**	$0	**Daily Total**	$0
Cum Costs: Drilling	$75,000	**Completion**	$0	**Well Total**	$75,000

MD	60	**TVD**	60	**Progress**	0	**Days**	0	**MW**	0.0 **Visc** 0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	PUSHING OUT PIT.

10-27-2008 **Reported By** TERRY CSERE

DailyCosts: Drilling	$0	**Completion**	$0	**Daily Total**	$0
Cum Costs: Drilling	$75,000	**Completion**	$0	**Well Total**	$75,000

MD	60	**TVD**	60	**Progress**	0	**Days**	0	**MW**	0.0 **Visc** 0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: LOCATION COMPLETE/WO AIR RIG

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION COMPLETE. WO AIR RIG.

10-31-2008 **Reported By** LES FARNSWORTH

DailyCosts: Drilling	$245,049	**Completion**	$0	**Daily Total**	$245,049
Cum Costs: Drilling	$320,049	**Completion**	$0	**Well Total**	$320,049

MD	2,548	**TVD**	2,548	**Progress**	0	**Days**	0	**MW**	0.0 **Visc** 0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: WORT

Start	End	Hrs	Activity Description

06:00	06:00	24.0	MIRU CRAIGS DRILLING RIG # 4 ON 10/25/2008. DRILLED 12-1/4" HOLE TO 2535'GL(2548'KB). ENCOUNTERED WATER @ 2120'. FLUID DRILLED HOLE FROM 2140' WITH NO LOSSES. RAN 54 JTS (2354.20') OF 9-5/8", 36.0#, K-55, LTC CASING WITH HALLIBURTON GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 2367' KB. RAN 200' OF 1" PIPE DOWN BACKSIDE. RDMO CRAIGS RIG. MIRU HALLIBURTON CEMENTERS. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 1600 PSIG. PUMPED 184 BBLS FRESH WATER & 20 BBLS GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 200 SX (146 BBLS) OF PREMIUM LEAD CEMENT W/ 0.2% VARASET, 2% CALSEAL, & 2% EX-1. MIXED LEAD CEMENT @ 10.5 PPG W/YIELD OF 4.10 CF/SX. TAILED IN W/ 300 SX (63 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED TAIL CEMENT TO 15.6 W/YIELD OF 1.18 CF/SX. DISPLACED CEMENT W/181 BBLS FRESH WATER. BUMPED PLUG W/ 627# @ 1:16 PM, 10/29/2008. CHECKED FLOAT, FLOAT HELD. SHUT-IN CASING VALVE. BROKE CIRCULATION 168 BBLS INTO FRESH WATER FLUSH. HOLE FELL BACK WHEN PLUG BUMPED. TOP JOB # 1: PUMP DOWN 200' OF 1" PIPE. MIXED & PUMPED 100 SX (21 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 3 HRS. 20 MINUTES. TOP JOB # 2: MIXED & PUMPED 150 SX (31 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED & STOOD FULL. RDMO HALLIBURTON CEMENTERS. PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY. CRAIGS 4 TOOK SURVEYS WHILE DRILLING HOLE @ 1160'= 0.5 DEGREE & 2535'= BULLS EYE. CONDUCTOR LEVEL RECORD: PS= 89.8 OPS= 89.7 VDS= 89.8 MS= 89.8 9 5/8 CASING LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 89.9 MS= 89.9 DAN FARNSWORTH EMAILED NOTIFICATION TO BLM OF THE SURFACE CASING & CEMENT JOB ON 10/26/2008 @ 8:30 A.M.

11-12-2008 **Reported By** DAVID FOREMAN

DailyCosts: Drilling	$86,172	**Completion**	$662	**Daily Total**	$86,834
Cum Costs: Drilling	$406,221	**Completion**	$662	**Well Total**	$406,883

MD	2,578	**TVD**	2,578	**Progress**	30	**Days**	1	**MW**	0.0	**Visc**	0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: DRILLING@ 2578'

Start	End	Hrs	Activity Description
06:00	06:30	0.5	SAFETY MEETING W/ALL PERSONNEL ON RIG MOVE.
06:30	11:00	4.5	RIG DOWN INSTALL NIGHT CAP W/ FMC MOVE .8 MILES TO CWU 747-7 W/ HOWCROFT RIG UP SET BOP TEST DTO HEAD TO 5000 PSI. W/ FMC LOCK DOWN BOP. RAISE DERRICK SPOT TANKS,PUMPS,GROUND SUPPORT, CONT TO RIG UP TRUCKS OFF LOCATION @ 11:00. (NOTIFIED BLM VERNAL BY E-MAIL 11/11/08 FOR BOP TEST WELL CWU 747-7)
11:00	17:00	6.0	RIG MAINTENANCE & WINTERIZING.
17:00	21:00	4.0	NIPPLE UP BOP, ROT.HEAD, CHOKE LINE, KILL LINE VALVES, HYD. HOSES, FUNCTION TEST BOP. DAY WORK @ 17:00 HRS, 11/11/08.

21:00	02:00	5.0	RIG UP B&C QUICK TEST,& TEST BOP.PIPE RAMS,BLIND RAMS,ALL KILL LINE VALVES,CHOKE LINE & MANIFOLD,HCR,KELLY UPPER & LOWER KELLY VALVES,SAFETY VALVE,DART VALVE,ALL TO 250 PSI LOW & 5000 PSI HIGH, ANNULAR 250 PSI LOW 2500 HIGH, SURFACE CSG.1500 PSI GOOD TEST. WITNESS ROBERT PICKERING B&C QUICK TEST,
02:00	03:30	1.5	MAKE UP MOTOR, BIT, TEST MOTOR, TRIP IN BHA & DRILL PIPE TAG @ 2318'.
			ACCIDENTS NONE REPORTED.
			SET & FUNCTION TEST CROWN-O-MATIC.
			SAFETY MEETING: TEAM WORK : HOUSEKEEPING.
			CREWS FULL.
			FUEL ON HAND: 1318 GALS. USED 218 GALS.
03:30	04:30	1.0	DRILL CEMENT/FLOAT EQUIP F/ 2318' TO 2397' SHOE @ 2367'
04:30	05:00	0.5	PERFORMED FIT WITH 8.8 WT.280PSI @ 2397' EMW 11. GOOD TEST.
05:00	05:30	0.5	DRILL CEMENT, WASH/REAM F/ 2397' TO 2548'
05:30	06:00	0.5	DRILLING F/ 2548' TO 2578'
			MUD LOSS LAST 24 HRS. 0 BBLS.
			MUD WT. 8.8. VIS.27.
			ACCIDENTS NONE REPORTED.
			FUNCTION TEST CROWN-O-MATIC.
			SAFETY MEETING: MIXING CHEMICALS : RIG MOVE.
			CREWS FULL.
			FUEL ON HAND: 5614 GALS. USED 386 GALS, RECIEVED 6000 GALS.
			FORMATION TOP: GREENRIVER
			GAS BG. 323 U, CONN 847 U.
			LITHOLOGY, SAND/ SHALE %
			MUD LOGGER UNMANED ON LOCATION F/ 11/11/08.= 1 DAYS.
06:00			SPUD A 7 7/8" HOLE WITH ROTARY TOOL @ 05:00 HRS, 11/12/08.

11-13-2008 **Reported By** DAVID FOREMAN / MATT WILLIAMS

DailyCosts: Drilling	$33,499	**Completion**	$0	**Daily Total**	$33,499
Cum Costs: Drilling	$439,721	**Completion**	$662	**Well Total**	$440,383

MD	5,090	**TVD**	5,090	**Progress**	2,512	**Days**	2	**MW**	8.7	**Visc**	27.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: DRILLING @ 5090'

Start	End	Hrs	Activity Description
06:00	15:00	9.0	DRILL ROTATE F/ 2578' TO 3621', ROP 115, WOB 12/18, RPM 40/55, TQ 5000/10500.
15:00	15:30	0.5	SERVICE RIG.
15:30	23:00	7.5	DRLG F/ 3621' TO 4527', ROP 120, WOB 15/20, RPM 40/50, TQ 6500/10,500, MWT 9.8.
23:00	00:00	1.0	TAKE WIRELINE SURVEY @ 4475', = 1 DEGREE.
00:00	06:00	6.0	DRLG F/ 4527' TO 5090', ROP 94, WOB 15/18, RPM 40/50, TQ 6700/10650, MWT 9.9, VIS 39.
			MUD LOSS LAST 24 HRS. 0 BBLS.
			MUD WT. 9.9. VIS.39.
			ACCIDENTS NONE REPORTED.

FUNCTION TEST CROWN-O-MATIC.
SAFETY MEETING: MIXING CHEMICALS : RIG SERVICE.
CREWS FULL.
FUEL ON HAND: 3739 GALS. USED 1875 GALS, RECIEVED 0 GALS.
FORMATION TOP: CHAPITA WELLS
GAS BG. 65 U, CONN 220 U.
LITHOLOGY, SAND/ SHALE %
MUD LOGGER UNMANNED ON LOCATION F/ 11/11/08.= 2 DAYS.

11-14-2008 **Reported By** MATT WILLIAMS

DailyCosts: Drilling	$31,435	**Completion**	$0	**Daily Total**	$31,435
Cum Costs: Drilling	$468,084	**Completion**	$662	**Well Total**	$468,746

MD	6,700	**TVD**	6,700	**Progress**	1,610	**Days**	3	**MW**	10.2	**Visc**	37.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: DRILLING @ 6700'

Start	End	Hrs	Activity Description
06:00	12:00	6.0	DRLG F/ 5090' TO 5682', ROP 98, WOB 15/20, RPM 40/50, TQ 6500/11000.
12:00	12:30	0.5	SERVICE RIG.
12:30	06:00	17.5	DRLG F/ 5682' TO 6700', ROP 58, WOB 15/22, RPM 40/50, TQ 5000/11,000, MWT 10.5, VIS 39.
			MUD LOSS LAST 24 HRS. 0 BBLS.
			MUD WT. 10.5. VIS.39.
			ACCIDENTS NONE REPORTED.
			FUNCTION TEST CROWN-O-MATIC.
			SAFETY MEETING: LOADING PIPE RACKS.
			CREWS FULL.
			FUEL ON HAND: 2463 GALS. USED 1267 GALS, RECIEVED 0 GALS.
			FORMATION TOP: NORTH HORN.
			GAS BG. 50 U, CONN 220 U.
			LITHOLOGY, SAND/ SHALE %
			MUD LOGGER UNMANED ON LOCATION F/ 11/11/08.= 3 DAYS.

11-15-2008 **Reported By** MATT WILLIAMS

DailyCosts: Drilling	$45,733	**Completion**	$0	**Daily Total**	$45,733
Cum Costs: Drilling	$513,817	**Completion**	$662	**Well Total**	$514,479

MD	7,320	**TVD**	7,320	**Progress**	620	**Days**	4	**MW**	10.3	**Visc**	37.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: LD DP

Start	End	Hrs	Activity Description
06:00	15:00	9.0	DRLG F/ 6700' TO 7062', ROP 40, WOB 18/22, RPM 40/50, TQ 7500/11,500.
15:00	15:30	0.5	SERVICE RIG.
15:30	20:30	5.0	DRLG F/ 7062' TO 7320', ROP 51, WOB 20/22, RPM 45, TQ 7500/11,000, MWT 10.8, VIS 39.
			TD REACHED @ 20:30, 11/14/08.
20:30	22:00	1.5	CIRCULATE AND COND MUD FOR SHORT TRIP, WEIGHT UP TO 11 PPG.

22:00	00:00	2.0	SHORT TRIP TO 6120'.
00:00	04:00	4.0	CIRCULATE, BUILD AND PUMP 220 BBL, 13.5 PPG PILL, = 12 PPG EMW.
04:00	06:00	2.0	TRIP OUT OF HOLE LAYING DOWN DRILL PIPE.

MUD LOSS LAST 24 HRS. 0 BBLS.

MUD WT. 11.0. VIS.39.

ACCIDENTS NONE REPORTED.

FUNCTION TEST CROWN-O-MATIC.

SAFETY MEETING: UNLOADING CASING, OPERATING BOOM.

CREWS FULL.

FUEL ON HAND: 1112 GALS. USED 1351 GALS, RECIEVED 0 GALS.

FORMATION TOP: PRICE RIVER.

GAS BG. 50 U, CONN 220 U.

LITHOLOGY, SAND/ SHALE %

MUD LOGGER UNMANED ON LOCATION F/ 11/11/08.= 4 DAYS.

11-16-2008 **Reported By** MATT WILLIAMS

DailyCosts: Drilling	$57,345	**Completion**	$152,012	**Daily Total**	$209,357
Cum Costs: Drilling	$571,163	**Completion**	$152,674	**Well Total**	$723,837

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	5	**MW**	10.6	**Visc**	56.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: RDRT/WO COMPLETION

Start	End	Hrs	Activity Description
06:00	11:30	5.5	TRIP OUT OF HOLE LAYING DOWN D.P. AND BHA. PULL WEAR BUSHING.
11:30	20:00	8.5	R/U AND RUN 4.5 11.6# N-80 CASING 169 JTS. + 2 MARKER JTS. AS FOLLOWS FLOAT SHOE, 1 JT.CSG, FLOAT COLLAR, 13 JTS. CSG, 1 MARJER JT, 53 JTS.CSG, 1 MARKER JT, 102 JTS CSG & HANGER ASSEMBLY. FLOAT SHOE @ 7308', FLOAT COLLAR @ 7264', MARKER JT @ 6693, AND 4399', CENTRALIZERS 5 FT. ABOVE SHOE JT, TOP OF JT.#2 & EVERY 3 RD. JT. TOTAL 15. TAG @ 7320' CIRC. TO LAY DOWN TAG JT.
20:00	20:30	0.5	CIRCULATE & LD TAG JT. PU DOT HANGER, LAND CSG WITH 65,000#. R/D CALIBER CSG EQUIP.
20:30	21:00	0.5	SAFETY MTG W/SCHLUMBERGER & RIG PERSONNEL, RU CEMENTING EQUIP.
21:00	23:00	2.0	RIG UP TEST LINES TO 5000 PSI. DROP BOTTOM PLUG PUMP 20 BBLS CHEM WASH & 20 BBLS WATER SPACER AHEAD OF LEAD AND CEMENT 7320' 4 1/2 N-80 11.6# CSG. LEAD 153 BBLS 380 SKS. G + ADDS. D020 10%EXTENDER D167 .2% FLUID LOSS D046.2% ANTIFOAM D013 .5% RATARDER D065 .5% DISPERSANT D130 .125LB/SK BLEND LOST CIRC. YIELD 2.26 FT3/SK H20 12.9 GAL/SK@ 11.10.PPG TAIL. 203 BBLS 885 SKS 50/50 POZ G + ADDS. D020 2% EXTENDER D046 .1% ANTIFOAM D167 .2% FLUID LOSS DO65 .2% DISPERSANT S001 1% ACCELERATOR. YIELD 1.29 FT3/SK H20 5.94 GAL/SK @ 14.1 PPG. SHUTDOWN WASH OUT PUMPS & LINES DROP TOP PLUG & DISP. TO FLOAT COLLAR W/FRESH WATER.115 BBLS. AVG. DISP. RATE 8 BPM, FULL RETURNS THROUGH OUT JOB. DROP PLUG @ 13:24 BUMPED PLUG @ 22:23 TO 2800 PSI 1000 PSI OVER LIFT PSI HOLD PRESSURE FOR 1 MIN. 1. BBL. BACK, FLOAT HELD @ 22:23 CEMENT IN PLACE.
23:00	00:00	1.0	W/O CEMENT & RIG DOWN SCHLUMBERGER.
00:00	01:00	1.0	REMOVE CEMENT HEAD. LAY DOWN LANDING JT. LAND PACKOFF TEST 5000 PSI. LOOSEN DTO LOCK DOWN BOLTS W/ FMC.
01:00	04:00	3.0	NIPPLE DOWN BOPE AND CLEAN TANKS. RELEASE RIG @ 04:00 HRS, 11/16/08.
04:00	06:00	2.0	R/D PREPARE FOR RIG MOVE. RIG MOVE 1.1 MILES TO CWU 1212-12.

ACCIDENTS NONE REPORTED.
FUNCTION TEST CROWN-O-MATIC.
SAFETY MEETING: RUN CSG, RIG MOVE.
CREWS FULL.
FUEL ON HAND: 732 GALS. USED 380 GALS, 0 GAL RECIEVED.
MUD LOGGER UNMANED ON LOCATION F/ 11/11/08 TO 11/15/08 = 5 DAYS.
END OF WELL COST; $689,606.

06:00 RELEASE RIG @ 04:00 HRS, 11/16/08.
CASING POINT COST $ 544,897.

11-22-2008 **Reported By** MCCURDY

DailyCosts: Drilling	$0	**Completion**	$42,306	**Daily Total**	$42,306
Cum Costs: Drilling	$571,163	**Completion**	$194,980	**Well Total**	$766,143

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	6	**MW** 0.0	**Visc** 0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: WO COMPLETION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	11/19/08 MIRU SCHLUMBERGER. LOG WITH RST/CBL/CCL/VDL/GR FROM PBTD TO 200'. EST CEMENT TOP @ 450'. RD SCHLUMBERGER.
			NU 10M FRAC TREE. PRESSURE TESTED FRAC TREE & CASING TO 6500 PSIG. WO COMPLETION.

12-16-2008 **Reported By** RITA THOMAS

DailyCosts: Drilling	$0	**Completion**	$112,147	**Daily Total**	$112,147
Cum Costs: Drilling	$571,163	**Completion**	$307,127	**Well Total**	$878,290

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	7	**MW** 0.0	**Visc** 0.0

Formation : **PBTD :** 0.0 **Perf :** **PKR Depth :** 0.0

Activity at Report Time: FACILITY COST

Start	End	Hrs	Activity Description
06:00	06:00	24.0	FACILITY COST $112,147

01-06-2009 **Reported By** KERN

DailyCosts: Drilling	$0	**Completion**	$25,884	**Daily Total**	$25,884
Cum Costs: Drilling	$571,163	**Completion**	$333,011	**Well Total**	$904,174

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	8	**MW** 0.0	**Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 6617'-7090' **PKR Depth :** 0.0

Activity at Report Time: FRAC WASATCH

Start	End	Hrs	Activity Description
06:00	06:00	24.0	MIRU CUTTERS WIRELINE & PERFORATE NH FROM 6970'-71', 6986'-87', 7001'-03', 7012'-14', 7036'-37', 7054'-55', 7072'-73', 7083'-84', 7088'-90' @ 3 SPF @ 120° PHASING. RDWL. MIRU SCHLUMBERGER, FRAC DOWN CASING W/ 165 GAL GYPTRON T-106, 6326 GAL WF120 LINEAR 1# & 1.5#, 24260 GAL YF116ST+ W/ 85500 # 20/40 SAND @ 1-4 PPG. MTP 5536 PSIG. MTR 53.0 BPM. ATP 3954 PSIG. ATR 46.7 BPM. ISIP 2500 PSIG. RD SCHLUMBERGER.

RUWL SET 6K CFP AT 6940'. PERFORATE Ba/NH FROM 6617'-19', 6628'-30', 6660'-61', 6686'-87', 6712'-14', 6805'-06', 6815'-17', 6898'-99' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/ 165 GAL GYPTRON T-106, 8409 GAL WF120 LINEAR 1# & 1.5# SAND, 17196 GAL YF116ST+ W/ 63800 # 20/40 SAND @ 1-4 PPG. MTP 6447 PSIG. MTR 50.1 BPM. ATP 4182 PSIG. ATR 42.6 BPM. ISIP 2200 PSIG. RD SCHLUMBERGER. SWIFN

01-07-2009 **Reported By** KERN

DailyCosts: Drilling	$0	**Completion**	$152,053	**Daily Total**	$152,053
Cum Costs: Drilling	$571,163	**Completion**	$485,064	**Well Total**	$1,056,227

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	9	**MW**	0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: PREP TO MIRUSU

Start	End	Hrs	Activity Description
06:00	06:00	24.0	SICP 1350 PSIG. RUWL. SET 6K CFP AT 6590'. PERFORATE Ba FROM 6250'-51', 6262'-63', 6272'-73', 6321'-22', 6342'-43', 6350'-51', 6377'-78', 6406'-07', 6418'-20', 6444'-45', 6564'-65' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/10507 GAL WF120 LINEAR W/1# & 1.5# 20/40 SAND, 13696 GAL YF116ST+ W/54700# 20/40 SAND @ 1-4 PPG. MTP 4981 PSIG. MTR 49.1 BPM. ATP 3891 PSIG. ATR 43.7 BPM. ISIP 1850 PSIG. RD SCHLUMBERGER. RUWL. SET 6K CFP AT 6200'. PERFORATE Ba/Ca FROM 5910'-11', 5991'-92', 5999'-00', 6006'-07', 6015'-16', 6021'-22', 6058'-59', 6111'-12', 6129'-30', 6135'-36', 6149'-50', 6158'-59' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/10532 GAL WF120 LINEAR W/1# & 1.5# 20/40 SAND, 14269 GAL YF116ST+ W/56400# 20/40 SAND @ 1-4 PPG. MTP 5974 PSIG. MTR 51.1 BPM. ATP 3702 PSIG. ATR 44.8 BPM. ISIP 1500 PSIG. RD SCHLUMBERGER. RUWL. SET 6K CFP AT 5770'. PERFORATE Ca/Pp FROM 5282'-84', 5355'-56', 5422'-23', 5469'-70', 5596'-98', 5621'-23', 5695'-97', 5741'-42' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/10528 GAL WF120 LINEAR W/1# & 1.5# 20/40 SAND, 14895 GAL YF116ST+ W/60000# 20/40 SAND @ 1-4 PPG. MTP 6272 PSIG. MTR 54.5 BPM. ATP 3879 PSIG. ATR 45.2 BPM. ISIP 2400 PSIG. RD SCHLUMBERGER. RUWL. SET 6K CFP AT 5210'. PERFORATE Pp FROM 5177'-79', 5182'-84', 5186'-88', 5191'-93' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/4224 GAL WF120 LINEAR W/1.5# 20/40 SAND, 3257 GAL YF116ST+ W/14200 # 20/40 SAND @ 1-3 PPG. RAN OUT OF SAND BEFORE STARTING THE 4 PPA SAND STAGE. OVER FLUSH BY 100 BBL AND PREP TO RE-FRAC. RU SCHLUMBERGER, FRAC DOWN CASING W/2117 GAL WF120 LINEAR W/1.5# SAND, 11234 GAL YF116ST+ W/37100# 20/40 SAND @ 1-4 PPG. MTP 5219 PSIG. MTR 53.4 BPM. ATP 4116 PSIG. ATR 43.5 BPM. ISIP 2850 PSIG. RD SCHLUMBERGER. RUWL. SET 6K CBP AT 5079'. RDWL. SDFN.

01-08-2009 **Reported By** HISLOP

DailyCosts: Drilling	$0	**Completion**	$21,608	**Daily Total**	$21,608
Cum Costs: Drilling	$571,163	**Completion**	$506,672	**Well Total**	$1,077,835

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	10	**MW**	0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: CLEAN OUT AFTER FRAC

Start	End	Hrs	Activity Description
06:00	06:00	24.0	SICP 0 PSIG. MIRUSU. ND FRAC TREE. NU BOP. RIH W/BIT & PUMP OFF SUB TO 5210'. RU TO DRILL OUT PLUGS. SDFN.

01-09-2009 **Reported By** HISLOP

DailyCosts: Drilling	$0	**Completion**	$32,266	**Daily Total**	$32,266
Cum Costs: Drilling	$571,163	**Completion**	$538,938	**Well Total**	$1,110,101

MD 7,320 **TVD** 7,320 **Progress** 0 **Days** 11 **MW** 0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: FLOW TEST

Start	End	Hrs	Activity Description
06:00	06:00	24.0	SICP 0 PSIG. CLEANED OUT & DRILLED OUT PLUGS @ 5079', 5210', 5790', 6200', 6590', & 6940'. RIH CLEANED OUT TO 7188'. LANDED TUBING @ 5174' KB. ND BOP. NU TREE. PUMPED OFF BIT & SUB. RDMOSU. FLOWED 14 HRS. 64/64" CHOKE. FTP 100 PSIG. CP 200 PSIG. 50 BFPH. RECOVERED 840 BLW. 3360 BLWTR. TUBING DETAIL LENGTH PUMP OFF BIT SUB 0.91' 1 JT 2-3/8" 4.7# J-55 TBG [YB] 32.42' XN NIPPLE 1.30' 160 JTS 2-3/8" 4.7# J-55 TBG [YB] 5125.88' BELOW KB 13.00' LANDED @ 5173.51' KB

01-10-2009 **Reported By** HISLOP

DailyCosts: Drilling $0 **Completion** $4,510 **Daily Total** $4,510

Cum Costs: Drilling $571,163 **Completion** $543,448 **Well Total** $1,114,611

MD 7,320 **TVD** 7,320 **Progress** 0 **Days** 12 **MW** 0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: FLOW TESTING

Start	End	Hrs	Activity Description
06:00	06:00	24.0	FLOWED 24 HRS. 32/64 FTP 250 PSIG. CP 900 PSIG. 34 FPH. RECOVERED 825 BLW. 2835 BLWTR.

01-11-2009 **Reported By** HISLOP

DailyCosts: Drilling $0 **Completion** $2,580 **Daily Total** $2,580

Cum Costs: Drilling $571,163 **Completion** $546,028 **Well Total** $1,117,191

MD 7,320 **TVD** 7,320 **Progress** 0 **Days** 13 **MW** 0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: FLOW TEST

Start	End	Hrs	Activity Description
06:00	06:00	24.0	FLOWED 24 HRS. 32/64" CHOKE. FTP 150 PSIG. CP 650 PSIG. 9 BFPH. RECOVERED 314 BLW. 2521 BLWTR.

01-12-2009 **Reported By** HISLOP

DailyCosts: Drilling $0 **Completion** $2,580 **Daily Total** $2,580

Cum Costs: Drilling $571,163 **Completion** $548,608 **Well Total** $1,119,771

MD 7,320 **TVD** 7,320 **Progress** 0 **Days** 14 **MW** 0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: WO FACILITIES

Start	End	Hrs	Activity Description
06:00	06:00	24.0	FLOWED 24 HRS. 24/64" CHOKE. FTP 150 PSIG. CP 600 PSIG. 6 BFPH. RECOVERED 171 BLW. 2350 BLWTR. SI. WO FACILITIES.

FINAL COMPETION DATE: 01/11/2009.

01-15-2009 **Reported By** DUANE COOK

DailyCosts: Drilling	$0	**Completion**	$0	**Daily Total**	$0
Cum Costs: Drilling	$571,163	**Completion**	$548,608	**Well Total**	$1,119,771

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	15	**MW**	0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: INITIAL PRODUCTION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	INITIAL PRODUCTION. OPENING PRESSURE: TP 1500 PSIG & CP 1550 PSIG. TURNED WELL OVER TO QUESTAR SALES AT 10:30 HRS, 1/14/09. FLOWED 1640 MCFD RATE ON 14/64" CHOKE. STATIC 370. QGM METER #8062

01-16-2009 **Reported By** ALAN WATKINS

DailyCosts: Drilling	$0	**Completion**	$0	**Daily Total**	$0
Cum Costs: Drilling	$571,163	**Completion**	$548,608	**Well Total**	$1,119,771

MD	7,320	**TVD**	7,320	**Progress**	0	**Days**	16	**MW**	0.0 **Visc** 0.0

Formation : WASATCH **PBTD :** 7264.0 **Perf :** 5177'-7090' **PKR Depth :** 0.0

Activity at Report Time: ON SALES

Start	End	Hrs	Activity Description
06:00	06:00	24.0	FLOWED 452 MCF, 3 BC & 88 BW IN 24 HRS ON 14/64" CHOKE, TP 600 PSIG, CP 1000 PSIG.

Form 3160-4
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

5. Lease Serial No. UTU0343

1a. Type of Well ☐ Oil Well ☒ Gas Well ☐ Dry ☐ Other
b. Type of Completion ☒ New Well ☐ Work Over ☐ Deepen ☐ Plug Back ☐ Diff. Resvr.
Other

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No. CHAPITA WELLS

2. Name of Operator EOG RESOURCES, INC.
Contact: MICKENZIE THACKER
E-Mail: MICKENZIE_THACKER@EOGRESOURCES.COM

8. Lease Name and Well No. CHAPITA WELLS UNIT 747-07

3. Address 1060 E. HWY 40 VERNAL, UT 84078
3a. Phone No. (include area code) Ph: 453-781-9145

9. API Well No. 43-047-39941

4. Location of Well (Report location clearly and in accordance with Federal requirements)*
At surface SWSE 604FSL 1866FEL 40.04493 N Lat, 109.36691 W Lon
At top prod interval reported below SWSE 604FSL 1866FEL 40.04493 N Lat, 109.36691 W Lon
At total depth SWSE 604FSL 1866FEL 40.04493 N Lat, 109.36691 W Lon

10. Field and Pool, or Exploratory NATURAL BUTTES

11. Sec., T., R., M., or Block and Survey or Area Sec 7 T9S R23E Mer SLB

12. County or Parish UINTAH
13. State UT

14. Date Spudded 10/14/2008
15. Date T.D. Reached 11/14/2008
16. Date Completed ☐ D & A ☒ Ready to Prod. 01/14/2009
17. Elevations (DF, KB, RT, GL)* 4892 GL

18. Total Depth: MD 7320 TVD
19. Plug Back T.D.: MD 7264 TVD
20. Depth Bridge Plug Set: MD TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
RST/CBL/CCL/VDL/GR ; Temp

22. Was well cored? ☒ No ☐ Yes (Submit analysis)
Was DST run? ☒ No ☐ Yes (Submit analysis)
Directional Survey? ☒ No ☐ Yes (Submit analysis)

23. Casing and Liner Record *(Report all strings set in well)*

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sks. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
12.250	9.625 K-55	36.0		2367		750		0	
7.875	4.500 N-80	11.6		7308		1265		450	

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2.375	5174							

25. Producing Intervals
26. Perforation Record 5177

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) WASATCH	5177	7090	6970 TO 7090		3	
B)			6617 TO 6899		3	
C)			6250 TO 6565		3	
D)			5910 TO 6159		3	

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and Type of Material
6970 TO 7090	30,751 GALS OF GELLED WATER & 85,500# 20/40 SAND
6617 TO 6899	25,770 GALS OF GELLED WATER & 63,800# 20/40 SAND
6250 TO 6565	24,203 GALS OF GELLED WATER & 54,700# 20/40 SAND
5910 TO 6159	24,801 GALS OF GELLED WATER & 56,400# 20/40 SAND

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
01/14/2009	01/18/2009	24	→	0.0	323.0	80.0			FLOWS FROM WELL

Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status
14/64	550	850.0	→	0	323	80		PGW

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						

Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status
			→					

(See Instructions and spaces for additional data on reverse side)

ELECTRONIC SUBMISSION #67408 VERIFIED BY THE BLM WELL INFORMATION SYSTEM
**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED**

RECEIVED
FEB 23 2009
DIV. OF OIL, GAS & MINING

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						

Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status
			→					

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						

Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status
			→					

29. Disposition of Gas *(Sold, used for fuel, vented, etc.)*
SOLD

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top Meas. Depth
WASATCH	5177	7090		GREEN RIVER	1810
				BIRDS NEST ZONE	1962
				MAHOGANY	2492
				UTELAND BUTTE	4675
				WASATCH	4802
				CHAPITA WELLS	5385
				BUCK CANYON	6064
				PRICE RIVER	7105

32. Additional remarks (include plugging procedure):

33. Circle enclosed attachments:

1. Electrical/Mechanical Logs (1 full set req'd.)
2. Geologic Report
3. DST Report
4. Directional Survey
5. Sundry Notice for plugging and cement verification
6. Core Analysis
7 Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):

Electronic Submission #67408 Verified by the BLM Well Information System.
For EOG RESOURCES, INC., sent to the Vernal

Name *(please print)* MICKENZIE THACKER Title OPERATIONS CLERK

Signature (Electronic Submission) Date 02/19/2009

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fradulent statements or representations as to any matter within its jurisdiction.

**** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ****

Chapita Wells Unit 747-07 - ADDITIONAL REMARKS (CONTINUED):

26. PERFORATION RECORD

5282-5742	3/spf
5177-5193	3/spf

27. ACID, FRACTURE TREATMENT, CEMENT SQUEEZE, ETC.

5282-5742	25,423 GALS GELLED WATER & 60,000# 20/40 SAND
5177-5193	20,832 GALS GELLED WATER & 51,300# 20/40 SAND

Perforated the North Horn from 6970'-71', 6986'-87', 7001'-03', 7012'-14', 7036'-37', 7054'-55', 7072'-73', 7083'-84', 7088'-90' w/ 3 spf.

Perforated the North Horn/Ba from 6617'-19', 6628'-30', 6660'-61', 6686'-87', 6712'-14', 6805'-06', 6815'-17', 6898'-99' w/ 3 spf.

Perforated the Ba from 6250'-51', 6262'-63', 6272'-73', 6321'-22', 6342'-43', 6350'-51', 6377'-78', 6406'-07', 6418'-20', 6444'-45', 6564'-65' w/ 3 spf.

Perforated the Ba/Ca from 5910'-11', 5991'-92', 5999'-6000', 6006'-07', 6015'-16', 6021'-22', 6058'-59', 6111'-12', 6129'-30', 6135'-36', 6149'-50', 6158'-59' w/ 3 spf.

Perforated the Ca/Pp from 5282'-84', 5355'-56', 5422'-23', 5469'-70', 5596'-98', 5621'-23', 5695'-97', 5741'-42' w/ 3 spf.

Perforated the Pp from 5177'-79', 5182'-84', 5186'-88', 5191'-93' w/ 3 spf.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 7

REPORT OF WATER ENCOUNTERED DURING DRILLING

Well name and number: CWU 747-07

API number: 4304739941

Well Location: QQ SWSE Section 7 Township 9S Range 23E County UINTAH

Well operator: EOG

Address: 1060 E HWY 40

city VERNAL state UT zip 84078 Phone: (435) 781-9111

Drilling contractor: CRAIGS ROUSTABOUT SERVICE

Address: PO BOX 41

city JENSEN state UT zip 84035 Phone: (435) 781-1366

Water encountered (attach additional pages as needed):

DEPTH		VOLUME	QUALITY
FROM	TO	(FLOW RATE OR HEAD)	(FRESH OR SALTY)
2,120	2,140	NO FLOW	NOT KNOWN

Formation tops:
(Top to Bottom)

1 _____ 2 _____ 3 _____
4 _____ 5 _____ 6 _____
7 _____ 8 _____ 9 _____
10 _____ 11 _____ 12 _____

If an analysis has been made of the water encountered, please attach a copy of the report to this form.

I hereby certify that this report is true and complete to the best of my knowledge.

NAME (PLEASE PRINT) Mickenzie Thacker TITLE Operations Clerk

SIGNATURE Mickenzie Thacker DATE 2/17/2009

(5/2000)

API Well No: 43047399410000

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

5.LEASE DESIGNATION AND SERIAL NUMBER: UTU0343

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7.UNIT or CA AGREEMENT NAME: CHAPITA WELLS

1. TYPE OF WELL Gas Well

8. WELL NAME and NUMBER: CWU 747-07

2. NAME OF OPERATOR: EOG Resources, Inc.

9. API NUMBER: 43047399410000

3. ADDRESS OF OPERATOR: 600 17th Street, Suite 1000 N , Denver, CO, 80202

PHONE NUMBER: 435 781-9111 Ext

9. FIELD and POOL or WILDCAT: NATURAL BUTTES

4. LOCATION OF WELL
FOOTAGES AT SURFACE: 0604 FSL 1866 FEL
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWSE Section: 07 Township: 09.0S Range: 23.0E Meridian: S

COUNTY: UINTAH

STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
☐ NOTICE OF INTENT Approximate date work will start:	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR
✓ SUBSEQUENT REPORT Date of Work Completion: 6/30/2009	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME
☐ SPUD REPORT Date of Spud:	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
☐ DRILLING REPORT Report Date:	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL
	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	☐ APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	✓ OTHER	OTHER: Pit closure

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

The reserve pit on the referenced location was closed on 6/30/2009 as per the APD procedure.

Accepted by the Utah Division of Oil, Gas and Mining
FOR RECORD ONLY
July 13, 2009

NAME (PLEASE PRINT)	PHONE NUMBER	TITLE
Mary Maestas	303 824-5526	Regulatory Assistant
SIGNATURE N/A		**DATE** 7/9/2009

RECEIVED July 09, 2009

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 6

ENTITY ACTION FORM

Operator: EOG Resources, Inc.

Operator Account Number: N 9550

Address: 1060 East Highway 40

city Vernal

state UT zip 84078

Phone Number: (435) 781-9145

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-39940	CHAPITA WELLS UNIT 748-07		NESE	7	9S	23E	UINTAH
Action Code	**Current Entity Number**	**New Entity Number**	**Spud Date**			**Entity Assignment Effective Date**	
C	17108	4905	9/23/2008			1/1/09	
Comments: WASATCH						11/12/09	

Well 2

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-39941	CHAPITA WELLS UNIT 747-07		SWSE	7	9S	23E	UINTAH
Action Code	**Current Entity Number**	**New Entity Number**	**Spud Date**			**Entity Assignment Effective Date**	
C	17167	4905	10/14/2008			1/1/09	
Comments: WASATCH						11/12/09	

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-40474	CHAPITA WELLS UNIT 733-33X		NENW	33	9S	23E	UINTAH
Action Code	**Current Entity Number**	**New Entity Number**	**Spud Date**			**Entity Assignment Effective Date**	
C	17223	4905	12/23/2008			3/1/09	
Comments: WASATCH						11/12/09	

ACTION CODES:

- A - Establish new entity for new well (single well only)
- B - Add new well to existing entity (group or unit well)
- C - Re-assign well from one existing entity to another existing entity
- D - Re-assign well from one existing entity to a new entity
- E - Other (Explain in 'comments' section)

Mickenzie Gates
Name (Please Print)

Mickenzie Gates
Signature

Operations Clerk
Title

11/4/2009
Date

(5/2000)

RECEIVED
NOV 05 2009
DIV. OF OIL, GAS & MINING

United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Utah State Office
P.O. Box 45155
Salt Lake City, UT 84145-0155
http://www.blm.gov/ut/st/en.html

TAKE PRIDE IN AMERICA

IN REPLY REFER TO
3180
UT-922

October 13, 2009

Debbie Spears
EOG Resources, Inc.
600 17th Street, Suite 1000N
Denver, CO 80202

Re: 2nd Revision to the Consolidated
Wasatch Formation PA
"A-H, J" Chapita Wells Unit
Uintah County, Utah

Dear Ms. Spears:

The 2nd Revision to the Consolidated Wasatch Formation PA "A-H, J", Chapita Wells Unit, CRS No. UTU63013BM, AFS No. 892000905BM, is hereby approved effective as of January 1, 2009, pursuant to Section 11 of the Chapita Wells Unit Agreement, Uintah County, Utah.

The 2nd Revision of the Consolidated Wasatch Formation PA "A-H,J" results in the addition of 160.00 acres to the participating area for a total of 16,141.98 acres and is based upon the completion of the following wells as capable of producing unitized substances in paying quantities:

To 4905

WELL NO.	API NO.	LOCATION	LEASE NO.	from
CWU 748-07	43-047-39940	NE¼SE¼, 7-9S-23E	UTU0343	17108
CWU 747-07	43-047-39941	SW¼SE¼, 7-9S-23E	UTU0343	17167

Copies of the approved request are being distributed to the appropriate agencies and one copy is returned herewith. Please advise all interested parties of the approval of the 2nd Revision to the Consolidated Wasatch Formation PA "A-H, J", Chapita Wells Unit, and the effective date.

If you have any questions pertaining to this matter, please contact Leslie Wilcken at (801)539-4112.

Sincerely,

/s/ Becky J. Hammond

Becky J. Hammond
Chief, Branch of Fluid Minerals

Enclosure